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ANNUAL REPORT OF THE TREASURER OF VIRGINIA

FOR THE FISCAL YEAR ENDED JUNE 30, 1990

ANNUAL REPORT OF THE TREASURER OF VIRGINIA

Report of the Treasurer
To the Governor of Virginia
For The Fiscal Year Ended June 30, 1990

LAWRENCE DOUGLAS WILDER
Governor

PAUL W. TIMMRECK
Secretary of Finance

EDDIE N. MOORE, JR.
Treasurer

Governor Wilder and Treasurer Moore discuss Commonwealth of Virginia bond certificates which are issued to finance capital needs of the Commonwealth. The sound fiscal management of the Commonwealth is recognized by the municipal bond credit rating agencies, Moody's Investors Service, Inc. and Standard & Poor's Corporation, who have rated Commonwealth of Virginia long-term general obligation bonds Aaa and AAA respectively, the highest credit ratings achievable.

COMMONWEALTH of VIRGINIA

Lawrence Douglas Wilder
Governor

Office of the Governor
Richmond 23219

December 15, 1990

My Fellow Virginians:

The fiscal responsibility of our state's financial and budgetary processes is one of my highest priorities and will be the cornerstone of the Commonwealth's success during the next decade. The 1990s represent a decade of making hard choices. I have sought to restore fiscal strength to our state government by creating a revenue reserve fund, arguing against large new spending programs, initiating spending cuts, and holding the line against any new taxes.

As we face the future, we will be committed to managing state resources wisely and maintaining fiscal integrity while preserving our investment in education, public safety, transportation, economic development, health and human services, and the environment. Developing innovative solutions to the problems facing Virginia's citizens is of prime importance as we face the challenges of the 1990s.

The measures taken by the Treasurer and his department to preserve fiscal responsibility in the Commonwealth's Treasury are detailed in this report. The Treasurer is responsible for the disbursement of state funds, the investment of the general account and certain special and trust funds, the issuance of debt, and the administration of the unclaimed property and escheat laws. This report is presented to the Commonwealth's legislature, its citizens, its investors, and the financial community to foster an increased understanding of Virginia's Treasury operations.

This report attests to the continued integrity of Virginia's fiscal practices as carried out by the Treasurer's office.

Sincerely,

Lawrence Douglas Wilder

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State Library and Archives

Reverse side of a five dollar
Continental Note issued in 1778.
Printed by David Hall and William
Sellers using actual sage leaves to
avoid possible counterfeiting.

Small Photos:
Courtesy of Virginia
State Library and Archives

Sections of Virginia and United
States currency from the 18th
and 19th centuries.

Additional Reports may be obtained from:
Treasurer of Virginia
Department of the Treasury
P.O. Box 6-H, Richmond, VA 23215

INTRODUCTORY SECTION

LETTER OF TRANSMITTAL
FINANCIAL HIGHLIGHTS
PROJECT STREAMLINE

Letter of Transmittal

COMMONWEALTH of VIRGINIA

Department of the Treasury

EDDIE N. MOORE, JR.
TREASURER OF VIRGINIA

P. O. BOX 6-H
RICHMOND, VIRGINIA 23215
(804) 225-2142

December 14, 1990

The Honorable Lawrence Douglas Wilder
Governor
Commonwealth of Virginia
State Capitol
Richmond, Virginia 23219

Dear Governor Wilder:

I am pleased to submit, in accordance with Section 2.1-191 of the *Code of Virginia*, my Annual Report for the fiscal year ended June 30, 1990. This report describes the performance of the Department of the Treasury in meeting the financial challenges facing the Commonwealth. I believe the achievements of the department exemplify our continuing dedication to the prudent and sound management of Virginia's financial resources.

This report has been prepared by the Department of the Treasury whose management is responsible for the integrity and objectivity of the financial and statistical data presented herein. In preparing this report, I relied upon established internal accounting and administrative controls which I believe provide reasonable assurance as to the accuracy of the information presented.

The combined and combining audited financial statements contained in this report reflect the department's fiduciary responsibility for the funds over which it has custody and are presented in accordance with the governmental financial reporting model as prescribed by the Governmental Accounting Standards Board. Based on a recommendation from the Auditor of Public Accounts, the liability "Funds Held for the Commonwealth and Others" no longer includes monies of the Virginia College Building Authority and the Virginia Public Building Authority because the department does not provide trustee services for these authorities.

While the statistical statements are presented on an unaudited basis, I believe the data presented is accurate in all material respects and that all necessary disclosures have been included. This year, an additional statement has been added which describes the application of receipts from the escheat process.

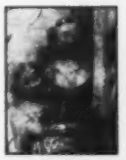
This report contains, in accordance with Section 2.1-155 of the *Code of Virginia*, the Auditor of Public Accounts' opinion letter covering his examination of the combined and combining financial statements of the Department of the Treasury for the fiscal year ended June 30, 1990. The auditor conducted his examination in accordance with generally accepted auditing standards.

Introduction to the Executive Summary

In keeping with Virginia's tradition of responsive and responsible government, the Department of the Treasury strives to carry out its mission in an innovative, cost-effective manner. The mission of the department is to provide financial management and custodial services for assets of the Commonwealth in a fiduciary role consistent with the interests of its citizens. This mission is operationalized through the department's four functional areas of responsibility: cash management and investments, unclaimed property and escheat, debt management, and operations.

The following paragraphs describe Treasury's four functional areas and outline the major responsibilities associated with each. The department's efforts in providing cost-effective programs during fiscal year 1990 are highlighted. These efforts affirm Treasury's commitment to the prudent and sound management of Virginia's financial resources.

Cash Management and Investments



The first major function administered by Treasury is cash management and investments. The department is charged with the investment of state monies, the forecasting and monitoring of cash flows, and the administration and direction of cash management policies for the Commonwealth's agencies and institutions. Additionally, Treasury is responsible for the development and procurement of statewide banking services, the concentration of state monies for disbursement or investment, and the monitoring of collateral pledged by financial institutions to secure public deposits.

Average invested balances managed by Treasury exceeded $2.2 billion with earnings of $193 million at an average portfolio yield of 8.7% for the fiscal year ended June 30, 1990. The state's sound fiscal policies and guidelines restrict investments to high quality instruments and assure the Commonwealth, as well as its citizens, that prudent and fiscally sound investment decisions are made. Average yields realized during fiscal year 1990 exceeded the 91-day U.S. Treasury Bill rate and Donoghue's average taxable money market fund index by 70 basis points each.

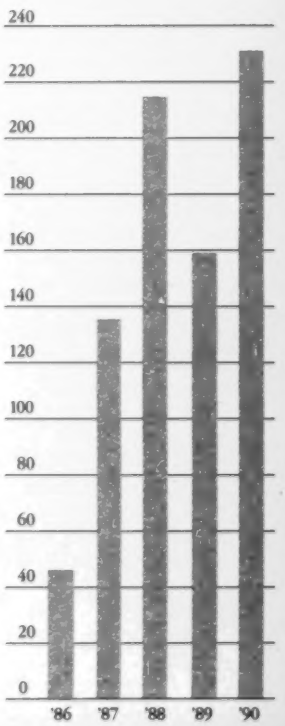
The department also manages a highly successful money market fund created for local governments and authorities: the Local Government Investment Pool. The pool benefits these entities through economies and efficiencies of large-scale investing, diversification, daily liquidity, professional safekeeping arrangements, and the assurance that all investments are in compliance with state laws and guidelines. The pool offers multiple accounts and, during fiscal year 1990, began offering direct deposit for any transfers from Treasury to localities, thereby saving local governments time, lost interest, and transfer expenses. The pool's net yield to participants for fiscal 1990 averaged 50 basis points higher than Donoghue's average taxable money market fund index, and average pool balances have grown from $160 million for fiscal year 1989 to $233 million for fiscal year 1990.

Sensing the possible effects of the current financial problems in the banking and thrift industries on public depositors, the department enhanced its monitoring efforts over the provisions of the Virginia Security for Public Deposits Act. Both collateral and collateral guidelines were reviewed and policies revised as conditions dictated. Moreover, public depositors are now assisting Treasury by reviewing bank reports quarterly to ensure that their deposits have been specifically recorded as public deposits. The additional monitoring efforts by the department and the public depositors have greatly enhanced enforcement of the act and the security of public funds on deposit.

During fiscal year 1990, a number of significant cash management initiatives were developed and implemented. The safekeeping and accounting for the General Account portfolio securities were consolidated into a custodial arrangement with Sovran Bank. The purpose of the consolidation was to provide a more efficient system by eliminating the need for dual investment and accounting systems.

Because of an ever increasing volume of credit card payments and the costs asso-

LOCAL GOVERNMENT INVESTMENT POOL (LGIP) TOTAL INVESTMENTS—YEARLY AVERAGE (Dollars in Millions)



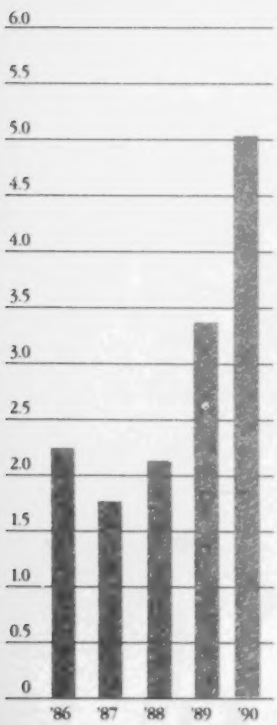
ciated with those payments, a cost-saving merchant credit card program was developed. A contract was negotiated with Signet Bank to provide merchant credit card services to any state agency wishing to take advantage of the contract. Since pricing for the contract was volume driven, it resulted in a low cost, high-quality system which reduced costs to all participants as the number of participants and the volume of transactions increased.

Another successful, cost-saving cash management initiative implemented during fiscal year 1990 was the creation of a state-of-the-art banking system for the Virginia Employment Commission. This initiative consolidated all bank services into one bank: Central Fidelity Bank. The banking system not only met, but exceeded, all federal guidelines. Additionally, several bank lockbox systems have been developed to speed the deposit of funds to banks. This method accelerates the handling of incoming receipts by having them sent directly to a bank for immediate processing, deposit, and transmission of payment data to agencies. Lockbox systems speed the deposit of funds and reduce agency costs associated with the processing of receipts.

The expansion of the Electronic Funds Transfer System during fiscal year 1990 continued to reduce the state's dependence on expensive paper-based systems by expanding electronic funds movement systems. The use of electronic systems has grown from 189,000 transactions in 1985 to 870,000 transactions in the current year. The creative use of electronic systems eliminates the printing, processing, storage, reconciliation, and purchase of paper stock associated with paper-based systems.

Electronic systems are now used to move funds from around the state to concentration banks, to transfer payments to localities, to direct deposit funds to employees and retirees, to receive payments from the federal government, and to transfer funds between the State Lottery Department and its sales agents. One electronic funds transfer program developed and implemented in conjunction with Crestar Bank to transfer moneys from the federal government received attention for its creativeness in a nationally published magazine on cash management. Further, the department received the Virginias Automated Clearing House Association's Certificate of Recognition, an award presented to individuals or organizations who are instrumental in encouraging the use of the Automated Clearing House Network.

PAYMENT OF UNCLAIMED PROPERTY CLAIMS
(Dollars in Millions)



Unclaimed Property and Escheat

Treasury's second principal function is the administration of Virginia's unclaimed property and escheat laws. The Uniform Disposition of Unclaimed Property Act requires holders of property presumed abandoned to report and remit the property to the Commonwealth after a specified time period. The property is placed in the Literary Fund and is held indefinitely for the owner. The escheat laws provide for the auctioning of abandoned real estate. Escheat proceeds are used to pay delinquent taxes on the property, and the remaining moneys are deposited into the Literary Fund.

Treasury has continued to improve the administration of both the unclaimed property and the escheat statutes during fiscal year 1990. Unclaimed property totaling $17.7 million was collected through voluntary compliance and $1.7 million was generated through the department's audit program.

The department's primary goal in administering the unclaimed property law is to collect and return the maximum amount of property due to owners. Treasury's efforts had a dynamic effect in this area during the year with the payment of claims totaling over $5 million, $1.7 million of which was transferred to states that have reciprocal agreements with Virginia. Subsequent to the payment of claims, the department deposited $12 million into the Literary Fund, bringing the total amount deposited in the last decade to over $80 million.

Legislation enacted by the 1990 General Assembly allows Treasury to advertise the names of owners in a more creative and economical fashion. Advertising supplements will be generated statewide on an annual basis listing the names of all owners reported

rather than in geographical areas based on the owner's last known address. This will reduce overall advertising costs by decreasing the number of newspapers in which advertisements must be placed and should increase the number of located owners by expanding the distribution area.

Also, during the year, a concerted effort was made by the department's compliance unit to add holders of unclaimed property who had not previously reported to Virginia's data base. This effort proved successful with the addition of more than 600 new holders.

The escheat program is designed to benefit localities through the return of property to the local tax rolls and the payment of delinquent taxes from the proceeds of the auctioned property. During fiscal year 1990, the department continued to provide educational outreach to local officials charged with escheat responsibilities. Seventeen localities held escheat sales and 584 parcels of land were returned to tax rolls throughout the Commonwealth with gross sales of over $1 million. Delinquent taxes of more than $280,000 were paid to the localities for the properties sold.

Debt Management

The third major function performed by Treasury is the issuance and management of the Commonwealth's debt. The department is responsible for providing advice and assistance in the financing of capital projects for the state. The department provides staff services to five state boards and authorities which issue and/or approve debt financing including the Treasury Board, the State Council on Local Debt, the Virginia College Building Authority, the Virginia Public Building Authority, and the Virginia Public School Authority. Financial advisory services are also provided to state agencies and institutions. The department administered and assisted in debt issuances totaling over $420 million for state agencies and authorities during fiscal year 1990.

One area in which the department ensures fiscal responsibility is the issuance and management of debt on behalf of the Commonwealth and its agencies, institutions, and authorities. Prudent use of debt to finance the Commonwealth's capital needs results in an equitable distribution of the costs of projects over their useful lives. The interest payments made on the debt issued by Commonwealth boards and authorities is exempt from both federal and Virginia income tax in most cases. This allows debt to be sold at relatively low interest rates.

The sound fiscal management of the Commonwealth is recognized by the municipal bond credit rating agencies. Moody's Investors Service, Inc. and Standard & Poor's Corporation have rated Commonwealth of Virginia long-term general obligation bonds as Aaa and AAA respectively, the highest credit ratings achievable. These high credit ratings also act to keep interest rates low.

Treasury is continually seeking opportunities to reduce the costs associated with debt financing through refinement of marketing strategies and structuring techniques and through the reduction of the costs to issue debt. For example, $25.8 million in refunding bonds were issued during fiscal year 1990 to refund high coupon Higher Educational Institutions Bonds, providing a present value savings of $2.2 million. Further, offering and sales documents that had previously been typeset at a substantial cost by outside printers are now prepared by the department using desktop publishing technology at a greatly reduced cost.

The Treasury Board, staffed by the department, oversees the State Non-Arbitrage Program (SNAP). The program assures compliance with the stringent arbitrage rebate requirements of the 1986 Tax Reform Act. SNAP was awarded the Government Finance Officers Association's 1990 Award for Excellence in Financial Management. Initially created as a cost-effective means to manage tax-exempt bond proceeds for Virginia localities, the program was expanded during fiscal year 1990 to allow state agencies and authorities to participate in SNAP. As of June 30, 1990, 120 local governments were enrolled in SNAP with some $340 million of bond proceeds under management.

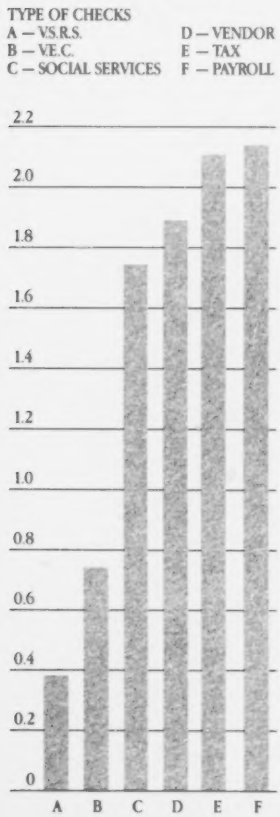
The department also administers the Treasury Board's equipment leasing program which has financed $57.5 million worth of equipment for state agencies and institutions through June 30, 1990. This pooled financing approach provides convenient, relatively low cost equipment leases to agencies and institutions of the Commonwealth.

By providing staff support to the Virginia Public School Authority, the department facilitates the construction, renovation, and improvement of public schools in the Commonwealth. The department coordinates the purchase of local school bonds by the authority which provided $117.5 million in low cost school construction financing to Virginia localities in fiscal year 1990.

Operations

Treasury's fourth functional area, operations, involves various statewide, trusteeship, and administrative support activities. Statewide activities include cash receipt and disbursement services to state agencies and institutions, localities, businesses, and citizens of the Commonwealth. This responsibility also involves the storage and retrieval of over 40 million canceled checks, the processing of stop payments and forgery claims in excess of 6,000 annually, and the reconciliation of 129 bank accounts. Over 8.9 million check transactions and approximately 250,000 deposit items with over 1,300 depositing locations are processed annually on behalf of 233 state agencies.

DISTRIBUTION OF CHECKS ISSUED
(Checks in Millions)



The department's trust accounting section provides accounting services to 135 bond and trust funds of the Commonwealth with a portfolio balance exceeding $1.5 billion. These services include monitoring compliance with bond resolutions, paying principal and interest on outstanding bonds, billing and collecting bond payments from public colleges and universities, accounting for investments of the funds, and preparing annual financial statements for trust fund activities. Further, as trustee for the Virginia Public School Authority and Literary Fund, the department processes all Literary Fund loans and collects all loan payments from localities throughout the Commonwealth.

The department also serves as the custodian of investment securities pledged as collateral by insurance companies that conduct business in Virginia. These deposits are held to protect and benefit the policyholders. At June 30, 1990, investments exceeding $177 million were held by Treasury.

Further, the department is responsible for the prudent financial accounting and reporting of its activities, as well as those of the Treasury Board. These activities include the general accounting functions of payroll, invoice processing, fixed assets management, and general ledger accounting. The general accounting functions were reorganized during fiscal year 1990 to provide for more efficient operations and to better accommodate the needs of the agency.

Throughout the fiscal year, the department continued to automate its existing operations. Through the implementation of more efficient and effective processing methods, the department aims to improve the delivery of services to agencies, localities, and citizens of the Commonwealth. During the year, the department implemented an automated interface between Treasury and the Department of Accounts to streamline the recordation of deposit data. This change has eliminated the duplication of data entry and the manual handling and storage of deposit certificates and, more importantly, has accelerated the posting of deposits to the Commonwealth's Accounting and Reporting System.

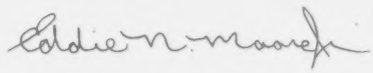
In partnership with two of the Commonwealth's disbursement banks, Crestar Bank and Sovran Bank, the department instituted an online system to automate the placement of stop payments on Commonwealth checks reported lost by payees. The system allows Treasury to access information on the Commonwealth's bank accounts and place stop payment orders on checks issued that have not been negotiated. This automated processing has significantly reduced the time required to resolve issues with outstanding checks, enhanced the department's research and inquiry capabilities, and reduced the overall cost of banking services.

The department continued to expand its automated deposit reconciliation function by adding another major depository of state funds to the process. The deposit reconciliation matches deposits recorded by the department to those recorded at the Commonwealth's banks and provides a report of differences. This function was formerly processed manually.

Acknowledgements and Conclusion

I wish to recognize Alice W. Handy who served as Treasurer for over six months of the fiscal year reported herein and under whose leadership many of the achievements cited in this report were accomplished. I also want to express my appreciation to my staff of dedicated professionals for their efforts in developing this report, to those state agencies who provided necessary financial and statistical information, and to the Auditor of Public Accounts' Office for providing an audit opinion in time for this report. In conclusion, I commit to you and the citizens, on behalf of the Department of the Treasury, our continued dedication to meeting the present and future needs of the Commonwealth.

Respectfully submitted,



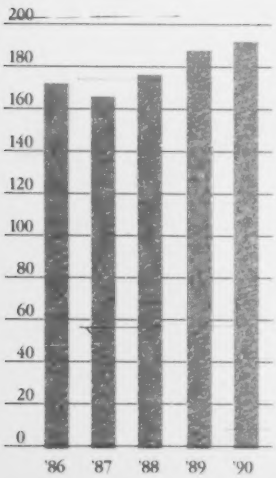
Eddie N. Moore, Jr.

Financial Highlights

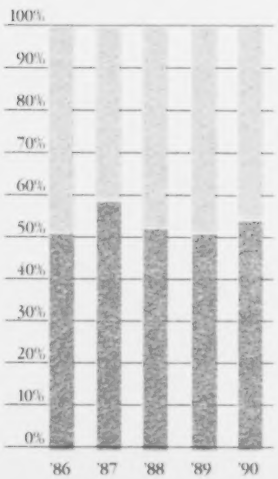
(Dollars in Thousands)

		Fiscal Year Ended June 30, 1990	1989
INTEREST AND FEE INCOME	Interest Income:		
	General Account	$ 95,320	$ 98,580
	Special and Trust Funds	97,366	89,836
	Total Interest Income	192,686	188,416
	Fee Income:		
	Collateral Custodial Fees	179	164
	Local Government Investment Pool Fees	389	252
	Total Fee Income	568	416
	Total Interest and Fee Income	$ 193,254	$ 188,832
PORTFOLIO BALANCES	Average Invested Balances:		
	General Account	$1,095,200	$1,157,200
	Special and Trust Funds	1,122,700	1,023,214
	Total Average Invested Balances	$2,217,900	$2,180,414
PORTFOLIO YIELD	Average Portfolio Yield	8.7%	8.6%

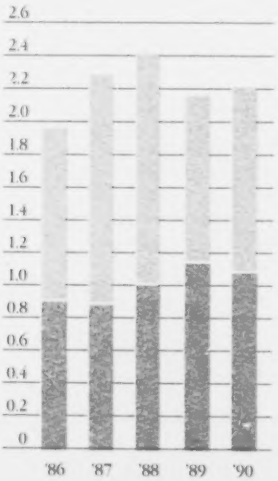
INTEREST AND FEE INCOME
(Dollars in Millions)



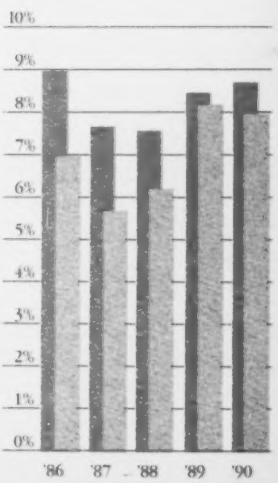
PORTFOLIO DISTRIBUTION BY INVESTMENT TYPE—GENERAL ACCOUNT
Government Securities
Other Securities



TOTAL INVESTMENTS—YEARLY AVERAGE
(Dollars in Billions)
General Account
Special & Trust Funds

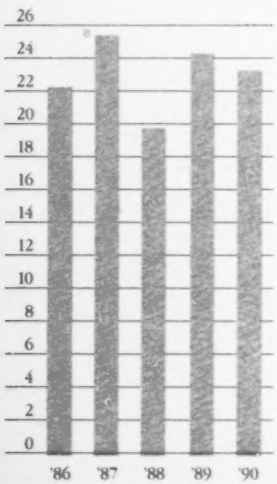


COMPARATIVE YIELD ON INVESTMENTS
General Account
90 Day U.S. Treasury Bills

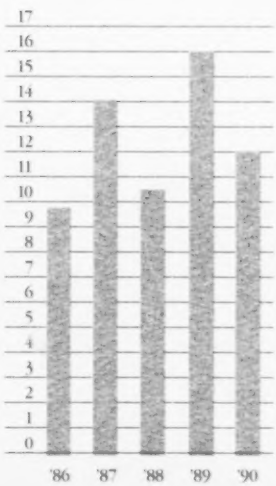


		Fiscal Year Ended June 30, 1990	1989
ABANDONED PROPERTY	Abandoned Property Receipts:		
	Unclaimed Property Reported By Holders	$ 17,671	$ 19,437
	Findings from Audits of Holders	1,665	2,263
	Escheat Receipts	943	2,176
	Miscellaneous Receipts	110	703
	Retained from Prior Year	3,031	—
	Total Abandoned Property Receipts	23,420	24,579
	Application of Amounts:		
	Escheat Expenses, Refunds, and Taxes	832	563
	Returned to Owners by Department	5,020	3,372
	Retained by Department for Expenses & Claims	3,894	3,031
	Departmental Operating Expenses	1,541	1,500
	Other	22	—
	Total Application of Amounts	11,309	8,466
	Net Transfer to Literary Fund:		
	From Unclaimed Property	12,000	14,500
	From Escheat	111	1,613
	Total Net Transfer to Literary Fund	$ 12,111	$ 16,113
LONG-TERM DEBT	Full Faith and Credit Debt	$ 501,431	$ 474,304
	Other Debt:		
	State Agency and Institution Debt	590,755	398,462
	State Authority Debt	4,967,257	4,810,506
	Total Long-Term Debt	$6,059,443	$5,683,272

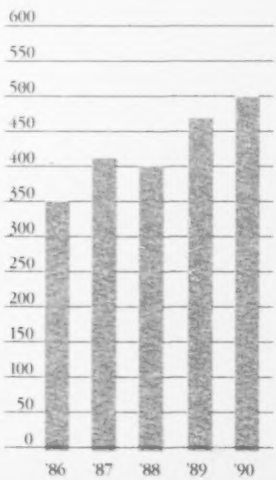
TOTAL ABANDONED PROPERTY (Dollars in Millions)



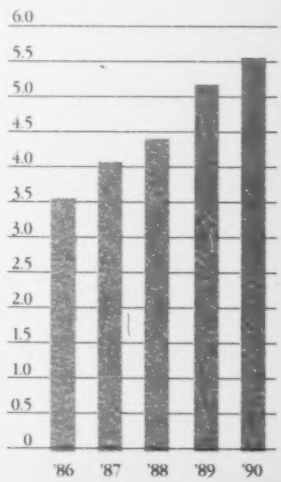
ABANDONED PROPERTY REMITTED TO THE LITERARY FUND (Dollars in Millions)



OUTSTANDING FULL FAITH AND CREDIT DEBT (Dollars in Millions)



OUTSTANDING STATE AGENCY, INSTITUTION, AND AUTHORITY DEBT (Dollars in Billions)



Project Streamline

Project Streamline is an executive initiative implemented by Governor Wilder during fiscal year 1990 to improve the organizational and operational efficiency of Virginia state government. The purpose of Project Streamline is to identify ways in which state agencies can consolidate functions and offices, simplify work processes, reduce

CASH MANAGEMENT AWARDS PROGRAM

State agencies and institutions currently receive no direct incentive to enhance their cash management efforts. This initiative will provide agencies and institutions with some form of recognition for improved cash management practices. Recognition could be in the form of a certificate of recognition from the Treasurer, the Secretary of Finance, and/or the Governor or in a more substantive form such as increasing an agency's budget by all or a portion of the first year's savings from such an initiative.

Recognition of cash management improvements should stimulate an interest in enhancing present systems. Results will likely be proportional to the value of the recognition. Care will be taken not to provide recognition for meeting existing requirements and, with regard to budgetary incentives, some restrictions will be placed on agencies that exist primarily to produce large sums of tax revenue. This approach will supplement current compliance requirements and encourage agencies to seek improvements beyond standard requirements.

Savings will be realized through more efficient and effective cash management practices at state agencies and institutions. Improved cash management will allow for increased amounts of investable balances in the General Account and in special and trust funds thereby increasing the Commonwealth's interest income.

This program will be implemented during the second half of fiscal year 1991.

PROFESSIONAL MANAGEMENT OF SECURITIES HELD AS UNCLAIMED PROPERTY

The purpose of this initiative is to provide professional management for the accounting and tracking of securities held by the Treasurer as unclaimed property. Due to the expense and complexity of handling the increasing volume of securities remitted, it has become impractical for Treasury to track activity and hold these securities internally. Treasury will contract with a vendor to provide services for the custody of securities, the collection of dividends and interest, and the accounting and tracking for all activity associated with the securities held.

The benefits to be derived from this initiative include accelerated processing of claims, more efficient accounting for securities, and enhanced tracking capabilities. Status reports on owner accounts, portfolio valuation, and interest earnings will be produced. As a result of this initiative, Treasury will be better able to meet its fiduciary responsibilities and provide better accountability for securities held as unclaimed property through the use of a professional management firm whose business expertise is focused on securities management.

Savings will be realized through the implementation of this initiative because the cost to contract with the private sector for professional management of securities is lower than the cost for providing the service in-house. The in-house management of this program would require computer system modification and a full-time position.

This initiative will be implemented during the first quarter of fiscal year 1991.

administrative controls which are not cost-beneficial, improve productivity through the use of more efficient and effective procedures, and eliminate lower-priority and unnecessary activities. Presented below are four of the Treasury initiatives accepted as part of Project Streamline which will be implemented during the coming fiscal years.

AUTOMATED STOP PAYMENTS EXPANSION

Until fiscal year 1990, Treasury handled all stop payment orders in a paper-based environment. In the past six months, banks have made available a microcomputer-based stop payment system which allows customers to access their accounts, inquire about the status of checks, and place stop payments on checks electronically. Treasury is currently using this system with two of the state's disbursement banks. The purpose of this initiative is to expand Treasury's use of the automated stop payment system to include all disbursement banks. In addition, Treasury will work with individual agencies that have a large number of stop payment requests so the agencies can place the stop payment orders directly with the bank involved.

This expansion will reduce processing time for stop payment orders and accelerate notification to banks. Decreasing the time it takes to place a stop payment order results in a larger number of checks being stopped prior to being cashed inappropriately. Consequently, this will reduce the cost associated with the inappropriate cashing of checks and will expedite the reissuance of checks.

Direct savings will result from this initiative since bank-related charges for an automated system are lower than bank-related charges for a paper-based system. Moreover, accelerated notification to banks will greatly reduce losses from fraudulent cashing of checks. Further savings will result because of the reduction in processing time and paper costs.

The initiative will be fully implemented by the third quarter of fiscal year 1991.

FEDERAL WITHHOLDING DEPOSIT PROGRAM

Because of the high penalty imposed by the Internal Revenue Service for missing a federal withholding tax deposit (FICA and federal withholding taxes), most state agencies and institutions make their deposits on the payroll date. This represents a float loss to the state of five to eight days depending on whether a weekend or a holiday is involved. The interest lost as a result of the loss of float is substantial.

This initiative involves the development of a program whereby withholding tax deposits would be made when due thus eliminating the float loss. Three program options are being considered. The first is for agencies to deposit withholding taxes on the due date according to IRS guidelines. No additional costs would be involved with this option; however, monitoring would be difficult and a risk of late penalty would be involved. Secondly, a system for withholding tax deposits could be automated within the state payroll system and the Department of Accounts could make deposits for all agencies to the payroll bank on the due date. There would be a systems development cost involved with this option. Thirdly, Treasury could work with the payroll bank to develop an automated withholding tax depository system.

The anticipated benefit of this initiative is increased interest income as a result of delaying payments until the due date. This increase in interest income could be substantial depending on interest rates.

This initiative will be implemented during fiscal year 1992.

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT
COMBINED STATEMENT OF ASSETS AND LIABILITIES
NOTES TO THE FINANCIAL STATEMENT
COMBINING FINANCIAL STATEMENTS
SUPPORTING SCHEDULES

Independent Auditor's Report

Commonwealth of Virginia

Walter J. Kucharski, Auditor

Auditor of Public Accounts
P.O. Box 1295
Richmond, Virginia 23210

November 20, 1990

The Honorable Lawrence Douglas Wilder
Governor of Virginia
State Capitol
Richmond, Virginia

The Honorable John C. Buchanan
Chairman, Joint Legislative Audit
and Review Commission
General Assembly Building
Richmond, Virginia

INDEPENDENT AUDITOR'S REPORT

We have audited the accompanying combined statement of assets and liabilities of the Department of the Treasury as of June 30, 1990, and the combining statements of assets and liabilities and changes in assets and liabilities for the year then ended. These financial statements are the responsibility of the Department's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, the financial statements of the Department of the Treasury were prepared on the basis of cash receipts and disbursements, which is a comprehensive basis of accounting other than generally accepted accounting principles, to reflect the Department's accounting for funds for which it has a custodial responsibility.

In our opinion, the combined statement of assets and liabilities presents fairly, in all material respects, the assets and liabilities arising from cash transactions of the Department of the Treasury as of June 30, 1990 on the basis of accounting described in Note 1. Also, in our opinion, the combining statements of assets and liabilities and changes in assets and liabilities present fairly, in all material respects, the assets and liabilities arising from cash transactions of the individual funds of the Department as of June 30, 1990, and changes in assets and liabilities arising from cash transactions of the individual funds of the Department for the year then ended on the basis of accounting described in Note 1.

Our audit was made for the purpose of forming an opinion on the combined statement of assets and liabilities taken as a whole and on the combining statements of assets and liabilities and changes in assets and liabilities. The accompanying financial information listed in the financial section of the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Department of the Treasury. Such information has been subjected to the auditing procedures applied in the audit of the combined and combining financial statements and, in our opinion, is fairly presented in all material respects in relation to such financial statements taken as a whole.

Sincerely,

Walter J. Kucharski

Auditor of Public Accounts

Combined Statement of Assets and Liabilities — All Fund Types

June 30, 1990

	Fiduciary Fund Type
	Agency
Assets:	
Cash and Short-Term Investments *(note 2)*	$1,743,036,921
Cash and Investments with Trustees *(notes 2 and 7)*	293,688,572
Loans, Interest, and Other Receivables *(note 3)*	347,237,651
Long-Term Investments *(note 2)*	1,110,923,726
Advances to Other Funds *(note 4)*	306,201,741
Total Assets	$3,801,088,611
Liabilities:	
Matured Interest Payable *(note 5)*	$ 5,329,906
Matured Bonds Payable *(note 5)*	5,813,625
Other Liabilities *(note 6)*	867,818
Advances from Other Funds *(note 4)*	306,201,741
Funds Held for the Commonwealth and Others *(note 7)*	3,482,875,521
Total Liabilities	$3,801,088,611

The accompanying notes are an integral part of this financial statement.

Notes to the Financial Statement

June 30, 1990

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Pursuant to Articles 2 and 6 of Chapter 14 of Title 2.1 of the *Code of Virginia*, the Department of the Treasury receives monies belonging to or for the use of the Commonwealth and disburses based upon warrants issued by the Comptroller. In addition, the department is trustee of other funds over which it has custody and oversees the financial activity of numerous bond funds. With regard to these funds, the department receives and disburses in accordance with the specified provisions of law.

The accompanying financial statement is presented to reflect the department's fiduciary responsibility for the funds over which it has custody.

A. Fund Accounting

Each fund maintained by the Treasurer is considered a separate accounting entity. The operations of each fund are accounted for within a separate set of self-balancing accounts that comprises the fund's assets, liabilities, receipts, and disbursements.

The funds of the department are classified as agency funds, a fund type under the broader category of fiduciary funds. Agency funds account for assets held by the department in its capacity as custodian of state funds and as an agent for state agencies, private organizations, other governmental entities, and other funds. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

Funds for which the department has a custodial responsibility are described below:

General Commonwealth Account - accounts for the receipt and disbursement of monies held and invested by the Treasurer for the majority of funds maintained on the Commonwealth Accounting and Reporting System of the Comptroller.

Transportation Trust Fund - accounts for the receipt and disbursement of monies maintained by the Treasurer and earmarked for various capital improvements of the Commonwealth's transportation systems in accordance with the *Code of Virginia*.

Richmond-Petersburg Turnpike, Dulles Toll Road, Elizabeth River Tunnel, and Powhite Parkway - comprise the funds maintained by the Treasurer for the state's toll facilities in accordance with applicable bond resolutions.

Higher Education Article X, Sections 9(c) and 9(d) - comprise the activities of funds maintained by the Treasurer in compliance with the resolutions of bonds issued to construct facilities at institutions of higher education in accordance with Article X, Sections 9(c) and 9(d) of the Constitution of Virginia.

Virginia Port Authority and Public Facilities - comprise the activities of funds maintained by the Treasurer in accordance with the resolutions of the Virginia Port Authority Revenue Bonds of 1978 and 1980 and the Public Facilities Bonds, Series 1978.

Literary Fund and Virginia Public School Authority - account for the activities of funds maintained by the Treasurer in accordance with the *Code of Virginia* to support public education in the cities, counties, and towns of the Commonwealth.

Virginia Supplemental Retirement System, Local Government Investment Pool, Medicaid Concentration, and Innovative Technology Authority - account for the Treasurer's investment of monies for these entities, pools, and funds.

Insurance Collateral - accounts for the receipt and disbursement of securities of insurance companies held by the Treasurer as collateral in accordance with the *Code of Virginia* to protect the interests of policyholders.

Miscellaneous Trust Funds - account for monies held, invested, and disbursed for state agencies and other parties in accordance with various provisions of the Acts of Assembly and contractual agreements.

B. Basis of Accounting

The accompanying financial statement is presented on the cash basis of accounting, except for interest on investments of the Local Government Investment Pool and matured interest and principal payable on long-term indebtedness which are accounted for on the modified accrual basis of accounting. Under the cash basis of accounting, changes in assets and liabilities are recognized when they occur. Under the modified accrual basis of accounting, interest on investments is recorded when earned and interest and principal on long-term indebtedness are recorded when payment is made to the paying agent rather than when disbursed by the paying agent to bondholders.

2. CASH AND INVESTMENTS

Cash and Short-Term Investments - Cash is defined as demand deposits, time deposits, and certificates of deposit in accordance with Section 2.1-329 of the *Code of Virginia*. Short-term investments are defined as investments with a maturity of less than a year. At June 30, 1990, the carrying values of cash and short-term investments, as reported on the Combined Statement of Assets and Liabilities, were $(37,076,683) and $1,780,113,604, respectively. The bank balance of cash at June 30, 1990 was $95,099,937. Cash balances were covered by federal depository insurance or collateralized in accordance with the Virginia Security for Public Deposits Act at June 30, 1990. Under the act, banks holding public deposits (demand deposits, time deposits, and certificates of deposit) in excess of the amounts insured by the FDIC must pledge collateral in the amount of 50% of excess deposits to a collateral pool in the name of the Treasury Board. Savings and loan institutions are required to collateralize 100% of deposits in excess of federal insurance agency limits.

Cash and Investments with Trustees - are assets held by various financial institutions in a trustee capacity for the Treasurer. This category of assets includes cash held with paying agents of $11,143,531 and securities held by escrow agents for defeased debt of $282,545,041 (see Note 7). The cash held with paying agents represents matured interest and principal payments to be disbursed by paying agents to bondholders.

Long-Term Investments - are defined as investments with a maturity of a year or more. Long-term investments maintained by the department are valued at cost with the exception of securities deposited by insurance carriers which are reported at face value.

In accordance with the *Code of Virginia* and the investment guidelines of the Treasury Board, the department is authorized to invest in obligations of the United States and its agencies, commercial paper, bankers' acceptances, corporate notes, repurchase agreements, and fully hedged obligations of sovereign governments. Certain long-term investments held in trust by the Treasurer in accordance with bond indentures and other resolutions may have more restrictive investment policies. Long-term investments also include local school bonds held by the Virginia Public School Authority.

Long-term investments of $1,110,923,726 and short-term investments of $1,780,113,604 are categorized below by credit risk. Credit risk is the risk that the Commonwealth may not be able to obtain possession of its investments in the event of default by a counterparty. There are three categories of credit risk. Risk Category 1 includes investments that are insured or registered or are held by the department or its safekeeping agent in the department's name. Risk Category 2 includes uninsured or unregistered investments held by the broker's or dealer's trust section or safekeeping agent in the department's name. Risk Category 3 includes uninsured and unregistered investments held by the broker or dealer or by its trust section or safekeeping agent but not in the department's name.

Investment Type	Category of Credit Risk 1	2	3	Carrying Amount	Market Amount
U.S. Government Securities	$ 721,529,444	$--	$ 2,859,000	$ 724,388,444	$ 724,679,918
Bankers' Acceptances	395,064,541	--	--	395,064,541	395,070,027
Repurchase Agreements	125,633,000	--	338,272,000	463,905,000	463,905,000
Commercial Paper	541,448,101	--	9,603,217	551,051,318	551,019,416
Municipal Bonds	579,094,322	--	--	579,094,322	579,094,322
Corporate Notes	177,533,705	--	--	177,533,705	177,533,705
Total	$2,540,303,113	$--	$350,734,217	$2,891,037,330	$2,891,302,388

3. LOANS, INTEREST, AND OTHER RECEIVABLES

Loans receivable of $345,261,310 are Literary Fund loan notes held by both the Literary Fund and the Virginia Public School Authority. These notes are recorded at face value and represent loans to local governments for school construction. Interest rates charged on Literary Fund loans are established by the Board of Education subject to the limitations imposed by Section 22.1-150 of the *Code of Virginia.*

Interest receivable of $1,097,137 is the accrual of interest revenue earned on investments of the Local Government Investment Pool. Other receivables represent accrued interest purchased of $264,803 and notes receivable of $614,401 held for the Virginia Soil and Water Conservation Commission.

4. ADVANCES TO/FROM OTHER FUNDS

Section 22.1-170 of the *Code of Virginia* provides that Literary Fund loan notes remain an asset of the Literary Fund but may be used by the Virginia Public School Authority as if such assets were the property of the authority. Accordingly, the amount of the literary loans held by the authority is reported to reflect the authority's obligation to return the notes to the Literary Fund.

5. MATURED INTEREST/BONDS PAYABLE

Matured interest payable and matured bonds payable represent interest and principal that have been remitted by the Treasury to its paying agents but have yet to be disbursed by them to bondholders.

6. OTHER LIABILITIES

Other liabilities represent the balance of accrued interest sold at June 30, 1990.

7. FUNDS HELD FOR THE COMMONWEALTH AND OTHERS

Funds held for the Commonwealth and others are comprised of amounts held for the General Commonwealth Account and the various funds described in Note 1. Securities held by escrow agents to fund defeased debt issues, described more fully below, are also accounted for under this caption.

Statement No. 7 of the Governmental Accounting Standards Board, *Advance Refundings Resulting in Defeasance of Debt,* provides that refunded debt and assets placed in escrow for the payment of related debt service be excluded from the financial statement. However, when the department is the trustee for a defeased bond series, it continues to have custodial responsibility for the assets even though they are held by an escrow agent. Therefore, the following amounts held by escrow agents for the defeased issues for which the department is trustee are reported as cash and investments with trustees on the Combined Statement of Assets and Liabilities:

Issue	Amount
1973 Transportation Facilities Bonds ...	$ 32,656,620
Higher Educational Institutions Bonds - Series 1982A, 1982B, 1984B, and 1984C	25,170,829
1982 Transportation Facilities Bonds ...	57,990,448
VPSA School Financing Bonds - Series 1980A, 1982A, 1982C, 1984A, and 1985A	32,890,018
1983 MCV Hospital Revenue Bonds - Series B	22,097,762
1984 UVA Hospital Revenue Bonds - Series A	39,132,201
1985 UVA Hospital Revenue Refunding Bonds - Series C	72,004,386
1978 VPA Norfolk International Terminals Revenue Bonds	602,777
Total	$282,545,041

8. VIRGINIA COLLEGE BUILDING AUTHORITY AND VIRGINIA PUBLIC BUILDING AUTHORITY

The accompanying financial statement does not include the assets and liabilities of the Virginia College Building Authority and the Virginia Public Building Authority as the Treasurer is not trustee for authority assets. These assets are held by other trustees pursuant to agreements between the authorities and trustees.

These assets and liabilities were included in the Annual Report of the Treasurer for the year ended June 30, 1989 and prior years.

9. SURETY BOND

The employees of the department are covered by a Faithful Performance Blanket Position Bond in the amount of $50,000 for each employee with a deductible clause of $2,500 for each loss and an Excess Faithful Performance Blanket Bond with coverage in the amount of $450,000 for each loss in excess of the coverage provided by the aforementioned bond, both with the Fidelity and Deposit Company of Maryland as surety. In addition, the Treasurer is bonded in the amount of $250,000 with the Fidelity and Deposit Company of Maryland.

Combining Statement of Assets and Liabilities — All Agency Funds

June 30, 1990

	ASSETS					
	Cash and Short-Term Investments	Cash and Investments with Trustees	Loans, Interest, and Other Receivables	Long-Term Investments	Advances to Other Funds	Total Assets
General Commonwealth Account	$ 794,500,466	$ --	$ --	$ 279,161,328	$ --	$1,073,661,794
Transportation Trust Fund	175,686,921	--	--	--	--	175,686,921
Richmond-Petersburg Turnpike	11,544,067	32,823,939	--	--	--	44,368,006
Dulles Toll Road	52,930,811	59,148,428	--	226,471	--	112,305,710
Elizabeth River Tunnel	9,297,472	--	26,036	6,962,187	--	16,285,695
Powhite Parkway	131,639	--	--	--	--	131,639
Higher Education Article X, Section 9(c)	17,773,915	27,935,125	--	--	--	45,709,040
Higher Education Article X, Section 9(d)	88,648,821	139,659,606	72,715	21,074,688	--	249,455,830
Virginia Port Authority	1,628,253	644,559	--	--	--	2,272,812
Public Facilities	--	29,945	--	--	--	29,945
Literary Fund	35,686,255	--	55,455,834	--	306,201,741	397,343,830
Virginia Public School Authority	27,655,223	33,446,970	289,805,476	581,110,347	--	932,018,016
Virginia Supplemental Retirement System	227,272,456	--	166,052	44,825,000	--	272, 263,508
Local Government Investment Pool	281,717,570	--	1,097,137	--	--	282,814,707
Medicaid Concentration	7,624,613	--	--	--	--	7,624,613
Innovative Technology Authority	8,646,865	--	--	--	--	8,646,865
Insurance Collateral	2,176,135	--	--	177,533,705	--	179,709,840
Miscellaneous Trust Funds	115,439	--	614,401	30,000	--	759,840
Total	$1,743,036,921	$293,688,572	$347,237,651	$1,110,923,726	$306,201,741	$3,801,088,611

LIABILITIES					
Matured Interest Payable	Matured Bonds Payable	Other Liabilities	Advances from Other Funds	Funds Held for the Commonwealth and Others	Total Liabilities
$ --	$ --	$ --	$ --	$1,073,661,794	$1,073,661,794
--	--	--	--	175,686,921	175,686,921
167,319	--	--	--	44,200,687	44,368,006
907,980	250,000	--	--	111,147,730	112,305,710
--	--	--	--	16,285,695	16,285,695
--	--	--	--	131,639	131,639
1,929,296	835,000	169,658	--	42,775,086	45,709,040
1,944,589	4,480,668	--	--	243,030,573	249,455,830
16,782	25,000	--	--	2,231,030	2,272,812
25,620	4,325	--	--	--	29,945
--	--	--	--	397,343,830	397,343,830
338,320	218,632	698,160	306,201,741	624,561,163	932,018,016
--	--	--	--	272,263,508	272,263,508
--	--	--	--	282,814,707	282,814,707
--	--	--	--	7,624,613	7,624,613
--	--	--	--	8,646,865	8,646,865
--	--	--	--	179,709,840	179,709,840
--	--	--	--	759,840	759,840
$5,329,906	$5,813,625	$867,818	$306,201,741	$3,482,875,521	$3,801,088,611

Combining Statement of Changes in Assets and Liabilities — All Agency Funds

For the Fiscal Year Ended June 30, 1990

	ASSETS			
	Balance June 30, 1989	Additions	Deductions	Balance June 30, 1990
General Commonwealth Account	$1,231,901,495	$14,127,437,273	$14,285,676,974	**$1,073,661,794**
Transportation Trust Fund	200,362,048	485,934,524	510,609,651	**175,686,921**
Richmond-Petersburg Turnpike	42,366,662	77,895,381	75,894,037	**44,368,006**
Dulles Toll Road	119,577,053	53,308,281	60,579,624	**112,305,710**
Elizabeth River Tunnel	18,413,434	1,547,071	3,674,810	**16,285,695**
Powhite Parkway	3,144,669	11,709,083	14,722,113	**131,639**
Higher Education Article X, Section 9(c)	22,059,644	145,504,274	121,854,878	**45,709,040**
Higher Education Article X, Section 9(d)	249,407,485	283,055,763	283,007,418	**249,455,830**
Virginia Port Authority	2,906,926	2,481,235	3,115,349	**2,272,812**
Public Facilities	814,463	9,174,821	9,959,339	**29,945**
Literary Fund	400,664,426	110, 228,243	113,548,839	**397,343,830**
Virginia Public School Authority	836,029,842	275,360,733	179,372,559	**932,018,016**
Virginia Supplemental Retirement System	458,117,987	25,918,551	211,773,030	**272,263,508**
Local Government Investment Pool (1)	187,654,659	670,493,694	575,333,646	**282,814,707**
Medicaid Concentration	16,136,876	956,461,977	964,974,240	**7,624,613**
Innovative Technology Authority	11,973,251	967,791	4,294,177	**8,646,865**
Insurance Collateral	167,814,234	49,935,298	38,039,692	**179,709,840**
Miscellaneous Trust Funds (1)	19,293,907	3,946,179	22,480,246	**759,840**
Total	$3,988,639,061	$17,291,360,172	$17,478,910,622	**$3,801,088,611**

Note:

(1) The balances of the Local Government Investment Pool and Miscellaneous Trust Funds have been restated to reflect the amounts held for the Virginia College Building Authority. Amounts held by other trustees for this authority are not reported herein as discussed in Note 8 to the financial statement.

LIABILITIES

Balance June 30, 1989	Additions	Deductions	Balance June 30, 1990
$1,231,901,495	$14,127,437,273	$14,285,676,974	$1,073,661,794
200,362,048	485,934,524	510,609,651	175,686,921
42,366,662	77,895,381	75,894,037	44,368,006
119,577,053	53,308,281	60,579,624	112,305,710
18,413,434	1,547,071	3,674,810	16,285,695
3,144,669	11,709,083	14,722,113	131,639
22,059,644	145,504,274	121,854,878	45,709,040
249,407,485	283,055,763	283,007,418	249,455,830
2,906,926	2,481,235	3,115,349	2,272,812
814,463	9,174,821	9,959,339	29,945
400,664,426	110, 228,243	113,548,839	397,343,830
836,029,842	275,360,733	179,372,559	932,018,016
458,117,987	25,918,551	211,773,030	272,263,508
187,654,659	670,493,694	575,333,646	282,814,707
16,136,876	956,461,977	964,974,240	7,624,613
11,973,251	967,791	4,294,177	8,646,865
167,814,234	49,935,298	38,039,692	179,709,840
19,293,907	3,946,179	22,480,246	759,840
$3,988,639,061	$17,291,360,172	$17,478,910,622	$3,801,088,611

Schedule of Assets and Liabilities — By Account
Higher Education Funds Article X, Section 9(c)

June 30, 1990

	ASSETS				
	Cash and Short-Term Investments	Cash and Investments with Trustees	Loans, Interest, and Other Receivables	Long-Term Investments	Total Assets
Debt Service	$ 729,522	$27,935,125	$ - -	$ - -	$28,664,647
Construction:					
George Mason University	4,369,828	- -	- -	- -	4,369,828
James Madison University	1,877,263	- -	- -	- -	1,877,263
Longwood College	- -	- -	- -	- -	- -
Mary Washington College	443,021	- -	- -	- -	443,021
Old Dominion University	6,286,811	- -	- -	- -	6,286,811
University of Virginia	1,653,631	- -	- -	- -	1,653,631
Virginia Polytechnic Institute and State University	2,413,839	- -	- -	- -	2,413,839
Total	$17,773,915	$27,935,125	$ - -	$ - -	$45,709,040

LIABILITIES				
Matured Interest Payable	Matured Bonds Payable	Other Liabilities	Funds Held for the Commonwealth and Others	Total Liabilities
$1,929,296	$835,000	$169,658	$25,730,693	$28,664,647
--	--	--	4,369,828	4,369,828
--	--	--	1,877,263	1,877,263
--	--	--	--	--
--	--	--	443,021	443,021
--	--	--	6,286,811	6,286,811
--	--	--	1,653,631	1,653,631
--	--	--	2,413,839	2,413,839
$1,929,296	$835,000	$169,658	$42,775,086	$45,709,040

Schedule of Changes in Assets and Liabilities — By Account
Higher Education Funds Article X, Section 9(c)

For the Fiscal Year Ended June 30, 1990

	ASSETS			
	Balance June 30, 1989	Additions	Deductions	Balance June 30, 1990
Debt Service	$ 5,116,393	$102,808,194	$ 79,259,940	$28,664,647
Construction:				
George Mason University	3,808,618	11,409,529	10,848,319	4,369,828
James Madison University	--	2,704,897	827,634	1,877,263
Longwood College	646	1,628	2,274	--
Mary Washington College	213,506	2,999,085	2,769,570	443,021
Old Dominion University	--	10,881,911	4,595,100	6,286,811
University of Virginia	565,701	7,440,259	6,352,329	1,653,631
Virginia Polytechnic Institute and State University	12,302,024	2,262,600	12,150,785	2,413,839
1989 Construction Fund	52,756	492	53,248	--
College of William and Mary	--	4,995,679	4,995,679	--
Total	$22,059,644	$145,504,274	$121,854,878	$45,709,040

LIABILITIES

Balance June 30, 1989	Additions	Deductions	Balance June 30, 1990
$ 5,116,393	$102,808,194	$ 79,259,940	**$28,664,647**
3,808,618	11,409,529	10,848,319	**4,369,828**
--	2,704,897	827,634	**1,877,263**
646	1,628	2,274	--
213,506	2,999,085	2,769,570	**443,021**
--	10,881,911	4,595,100	**6,286,811**
565,701	7,440,259	6,352,329	**1,653,631**
12,302,024	2,262,600	12,150,785	**2,413,839**
52,756	492	53,248	--
--	4,995,679	4,995,679	--
$22,059,644	$145,504,274	$121,854,878	**$45,709,040**

Schedule of Assets and Liabilities — By Account
Higher Education Funds Article X, Section 9(d)

June 30, 1990

	ASSETS				
	Cash and Short-Term Investments	Cash and Investments with Trustees	Loans, Interest, and Other Receivables	Long-Term Investments	Total Assets
Debt Service:					
James Madison University	$ 14,366	$ 5,435	$ --	$ --	$ 19,801
Norfolk State University	1,018,505	--	--	--	1,018,505
Radford University	893,232	8,842	--	--	902,074
University of Virginia	18,158,022	111,142,468	--	114,600	129,415,090
Virginia Commonwealth University	28,238,640	28,498,138	26,036	11,010,088	67,772,902
Virginia Polytechnic Institute and State University	19,862,967	4,723	46,679	9,950,000	29,864,369
Construction:					
James Madison University	603,993	--	--	--	603,993
University of Virginia	17,481,176	--	--	--	17,481,176
Virginia Polytechnic Institute and State University	2,377,920	--	--	--	2,377,920
Total	$88,648,821	$139,659,606	$72,715	$21,074,688	$249,455,830

LIABILITIES				
Matured Interest Payable	Matured Bonds Payable	Other Liabilities	Funds Held for the Commonwealth and Others	Total Liabilities
$ 435	$ 5,000	$ --	$ 14,366	$ 19,801
--	--	--	1,018,505	1,018,505
8,842	--	--	893,232	902,074
881	5,000	--	129,409,209	129,415,090
1,929,708	4,470,668	--	61,372,526	67,772,902
4,723	--	--	29,859,646	29,864,369
--	--	--	603,993	603,993
--	--	--	17,481,176	17,481,176
--	--	--	2,377,920	2,377,920
$1,944,589	$4,480,668	$ --	$243,030,573	$249,455,830

Schedule of Changes in Assets and Liabilities — By Account
Higher Education Funds Article X, Section 9(d)

For the Fiscal Year Ended June 30, 1990

	ASSETS			
	Balance June 30, 1989	Additions	Deductions	Balance June 30, 1990
Debt Service:				
James Madison University	$ 215,858	$ 305,609	$ 501,666	**$ 19,801**
Norfolk State University	997,356	387,308	366,159	**1,018,505**
Radford University	1,243,510	559,604	901,040	**902,074**
University of Virginia	96,652,455	179,661,850	146,899,215	**129,415,090**
Virginia Commonwealth University	67,596,813	31,816,342	31,640,253	**67,772,902**
Virginia Polytechnic Institute and State University	30,041,353	56,308,631	56,485,615	**29,864,369**
Construction:				
James Madison University	16,862	9,856,331	9,269,200	**603,993**
University of Virginia	44,905,395	3,673,684	31,097,903	**17,481,176**
Virginia Polytechnic Institute and State University	7,737,883	486,404	5,846,367	**2,377,920**
Total	$249,407,485	$283,055,763	$283,007,418	**$249,455,830**

LIABILITIES

Balance June 30, 1989	Additions	Deductions	Balance June 30, 1990
$ 215,858	$ 305,609	$ 501,666	$ 19,801
997,356	387,308	366,159	1,018,505
1,243,510	559,604	901,040	902,074
96,652,455	179,661,850	146,899,215	129,415,090
67,596,813	31,816,342	31,640,253	67,772,902
30,041,353	56,308,631	56,485,615	29,864,369
16,862	9,856,331	9,269,200	603,993
44,905,395	3,673,684	31,097,903	17,481,176
7,737,883	486,404	5,846,367	2,377,920
$249,407,485	$283,055,763	$283,007,418	$249,455,830

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STATISTICAL SECTION

DEBT SCHEDULES
INVESTMENT SCHEDULES
UNCLAIMED PROPERTY AND ESCHEAT SCHEDULES

Outstanding General Obligation Debt of the Commonwealth of Virginia — Past Five Years

June 30, 1986-1990
(Dollars in Thousands)

	1986	1987	1988	1989	1990
Short-Term Indebtedness:					
Section 9(a) Debt	$ --	$ --	$ --	$ --	$ --
Long-Term Indebtedness:					
Section 9(b) Debt	78,900	72,325	65,750	58,020	**51,445**
Section 9(c) Debt (1)	274,912	343,437	338,627	416,284	**449,986**
Total General Obligation Debt	$353,812	$415,762	$404,377	$474,304	**$501,431**

Note:
(1) Net of unamortized discounts of $52,403 at June 30, 1989 and $49,326 at June 30, 1990.

General Obligation Debt of the Commonwealth of Virginia — Summary of Long-Term Indebtedness

June 30, 1989 and 1990
(Dollars in Thousands)

	Amount Issued	Outstanding June 30, 1989	Outstanding June 30, 1990
Section 9(b) Debt:			
Public Facilities Bonds:			
Series 1978	$125,000	$ 58,020	**$ 51,445**
Section 9(c) Debt:			
Higher Educational Institutions Bonds:			
Series 1971	23,450	5,300	**3,600**
Series 1973	20,915	5,575	**4,380**
Series 1976	19,555	9,265	**8,150**
Series 1979 A, B, and C	15,035	10,025	**9,360**
Series 1981	4,932	4,007	**3,877**
Series 1982 A and B	12,820	9,920	**1,250**
Series 1983 A, B, C, D, E, F, and G	68,201	56,980	**54,600**
Series 1984 A, B, and C	31,955	27,975	**12,295**
Series 1985	24,690	22,340	**21,615**
Series 1986 A and B	41,130	35,935	**33,955**
Series 1988 A and B	20,980	20,685	**20,370**
Series 1989 A and B (1)	47,014	42,029	**45,499**
Series 1989 Refunding	25,835	--	**25,835**
Series 1990 A and B	41,545	--	**41,545**
Transportation Facilities Bonds:			
Series 1986	78,000	78,000	**78,000**
Series 1987	57,100	53,900	**52,260**
Series 1989 A (2)	34,348	34,348	**33,395**
Subtotal Section 9(c) Debt	567,505	416,284	**449,986**
Total General Obligation Debt	$692,505	$474,304	**$501,431**

Notes:
(1) Net of unamortized discount of $26,569 at June 30, 1989 and $24,914 at June 30, 1990.
(2) Net of unamortized discount of $25,834 at June 30, 1989 and $24,412 at June 30, 1990.

General Obligation Debt of the Commonwealth of Virginia — Annual Debt Service Requirements

June 30, 1990
(Dollars in Thousands)

Fiscal Year Ending June 30:	General Fund Supported (1)			Revenue Supported (2)			Total Outstanding		
	Principal	Interest	Total	Principal	Interest	Total	Principal	Interest	Total
1991	$ 6,575	$2,294	$ 8,869	$ 21,900	$ 26,299	$ 48,199	$ 28,475	$ 28,593	$ 57,068
1992	6,575	1,991	8,566	24,785	24,829	49,614	31,360	26,820	58,180
1993	6,575	1,686	8,261	24,405	23,263	47,668	30,980	24,949	55,929
1994	6,575	1,375	7,950	25,410	21,728	47,138	31,985	23,103	55,088
1995	6,575	1,061	7,636	26,237	20,102	46,339	32,812	21,163	53,975
1996	6,575	746	7,321	27,347	18,872	46,219	33,922	19,618	53,540
1997	6,575	427	7,002	27,292	17,542	44,834	33,867	17,969	51,836
1998	5,420	133	5,553	28,142	16,223	44,365	33,562	16,356	49,918
1999	--	--	--	28,557	14,850	43,407	28,557	14,850	43,407
2000	--	--	--	28,902	13,428	42,330	28,902	13,428	42,330
2001	--	--	--	30,491	11,940	42,431	30,491	11,940	42,431
2002	--	--	--	29,216	10,333	39,549	29,216	10,333	39,549
2003	--	--	--	27,041	8,793	35,834	27,041	8,793	35,834
2004	--	--	--	26,331	7,438	33,769	26,331	7,438	33,769
2005	--	--	--	22,005	6,152	28,157	22,005	6,152	28,157
2006	--	--	--	20,515	5,019	25,534	20,515	5,019	25,534
2007	--	--	--	19,625	4,018	23,643	19,625	4,018	23,643
2008	--	--	--	20,160	3,063	23,223	20,160	3,063	23,223
2009	--	--	--	15,219	2,181	17,400	15,219	2,181	17,400
2010	--	--	--	10,425	1,493	11,918	10,425	1,493	11,918
2011	--	--	--	7,247	770	8,017	7,247	770	8,017
2012	--	--	--	7,495	276	7,771	7,495	276	7,771
2013	--	--	--	565	17	582	565	17	582
Unamortized Discount	--	--	--	(49,326)	--	(49,326)	(49,326)	--	(49,326)
Total	$51,445	$9,713	$61,158	$449,986	$258,629	$708,615	$501,431	$268,342	$769,773

Notes:
(1) Issued pursuant to Article X, Section 9(b) of the Constitution of Virginia.
(2) Issued pursuant to Article X, Section 9(c) of the Constitution of Virginia.

Constitutional Debt Limits for General Obligation Debt — Sections 9(a), 9(b), and 9(c)

June 30, 1990 *(Dollars in Thousands)*	1988	1989	1990
Tax Revenues:			
Individual and Fiduciary Income Tax	$2,757,869	$3,106,916	$3,082,187
Corporation Income Tax	336,131	349,919	310,422
Retail Sales and Use Tax (1)	1,392,487	1,509,566	1,584,461
Total	$4,486,487	$4,966,401	$4,977,070
Average Annual Tax Revenue for Fiscal Years 1988, 1989, and 1990			$4,809,986
Section 9(a) Debt Limit (2):			
30% of 1.15 Times the Annual Tax Revenue for Fiscal Year 1990			$1,717,089
Less Outstanding 9(a) Debt			--
Remaining 9(a) Debt Limit			$1,717,089
Section 9(b) Debt Limits:			
Overall 9(b) Debt Limit:			
1.15 Times the Average Annual Tax Revenues for Fiscal Years 1988, 1989, and 1990			$5,531,484
Less Outstanding 9(b) Debt			51,445
Remaining Overall 9(b) Debt Limit			$5,480,039
Four-Year Authorization Limit:			
25% of 1.15 Times the Average Annual Tax Revenues for Fiscal Years 1988, 1989, and 1990			$1,382,871
Less 9(b) Debt Authorized in Fiscal Years 1988, 1989, and 1990			--
Remaining 9(b) Four-Year Authorization Limit			$1,382,871
Section 9(c) Debt Limit:			
1.15 Times the Average Annual Tax Revenues for Fiscal Years 1988, 1989, and 1990			$5,531,484
Less Outstanding 9(c) Debt (3)			449,986
Remaining 9(c) Debt Limit			$5,081,498

Source: Virginia Department of Accounts

Notes:

(1) The retail sales and use tax has been restated to reflect the one-half percent increase dedicated to fund transportation needs.

(2) This debt limit applies only to debt authorized pursuant to Article X, Section 9(a)(2) of the Constitution of Virginia which authorizes the General Assembly to contract debts to meet casual deficits in revenue or in anticipation of collected revenue. Such debt must mature within twelve months from the date incurred.

(3) As of June 30, 1990, there remained the following authorized and unissued 9(c) bonds:

Higher Educational Institutions Bonds:	
1990	*$126,099 (plus financing expenses)*
Higher Educational Institutions Refunding Bonds:	
1986	*1,250 (plus financing expenses)*
1987	*10,100 (plus financing expenses)*
Parking Facilities Bonds:	
1990	*10,174 (plus financing expenses)*

Effective July 6, 1990, $218.7 million Transportation Facilities Bonds are no longer authorized for issuance because the State Corporation Commission awarded a certificate of authority to the Toll Road Corporation of Virginia to construct, finance, and operate the extension of the Dulles Toll Road. Pursuant to the 1989 act authorizing the Transportation Facilities Bonds, no bonds, notes, or coupons may be issued by the Commonwealth to finance the extension if such certificate is awarded.

Debt of State Agencies, Authorities, and Institutions Not Backed by the Full Faith and Credit of Virginia

June 30, 1989 and 1990
(Dollars in Thousands)

	1989	1990
State Agency and Institution Debt:		
Commonwealth Transportation Board:		
Norfolk - Virginia Beach Toll Road Revenue Bonds	$ 10,050	$ 9,525
Dulles Toll Road Revenue Note	4,325	4,325
Transportation Contract Revenue Bonds (1)	139,742	138,034
Transportation Revenue Bonds	- -	200,000
Subtotal Commonwealth Transportation Board	154,117	351,884
Higher Educational Institutions:		
Auxiliary Enterprise Revenue Bonds	29,392	26,166
Teaching Hospital Revenue Bonds:		
Virginia Commonwealth University Medical College of Virginia (2)	86,760	82,070
University of Virginia (1)	128,193	130,635
Subtotal Higher Educational Institutions	244,345	238,871
Total State Agency and Institution Debt	$ 398,462	$ 590,755
State Authority Debt:		
Innovative Technology Authority	$ 13,300	$ 13,300
Virginia Agricultural Development Authority	1,270	1,122
Virginia College Building Authority	170,395	174,610
Virginia Education Loan Authority (1)(3)	488,038	441,255
Virginia Housing Development Authority (1)	2,908,223	3,021,837
Virginia Port Authority (3)(4)	146,863	136,813
Virginia Public Building Authority (1)	291,956	288,905
Virginia Public School Authority	501,075	583,376
Virginia Resources Authority (1)	182,612	209,935
Virginia Small Business Financing Authority	106,774	96,104
Total State Authority Debt	$4,810,506	$4,967,257

Notes:
(1) Net of unamortized discounts, premiums, and/or issuance expenses.
(2) Restated to reflect a change in the recognition of the debt payment from July 1 to June 30.
(3) Includes notes payable.
(4) Includes lease-purchase obligations.

General Obligation Debt of the Commonwealth of Virginia — Detail of Long-Term Indebtedness

June 30, 1990
(Dollars in Thousands)

Series and Date of Issue	Amount Issued	Interest Rate	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Public Facilities Bonds, 9(b):						
Series 1978, 12-13-77	$125,000	4.60%	$ 19,725	$(6,575)	$ 13,150	08-01-90/91
		4.70	6,575	--	6,575	08-01-92
		4.75	6,575	--	6,575	08-01-93
		4.80	13,150	--	13,150	08-01-94/95
		4.90	11,995	--	11,995	08-01-96/97
Subtotal Public Facilities Bonds	125,000		58,020	(6,575)	51,445	
Higher Educational Institutions Bonds, 9(c):						
Series 1971, 11-16-71	23,450	4.50	1,700	(1,700)	--	
		4.00	3,600	--	3,600	06-01-91/92
Series 1973, 07-17-73	20,915	5.00	3,750	(1,195)	2,555	02-01-91/92
		3.50	1,825	--	1,825	02-01-93/94
Series 1976, 06-03-76	19,555	5.25	9,265	(1,115)	8,150	06-01-91/96
Series 1979 A and B, 06-12-79	11,340	5.25	7,155	(555)	6,600	06-01-91/99
Series 1979 C, 06-30-80	3,695	3.00	2,870	(110)	2,760	06-01-91/09
Series 1981, 11-17-81	4,932	3.00	4,007	(130)	3,877	06-01-91/11
Series 1982 A and B, 01-27-82 (1)	12,820	12.00	1,800	(550)	1,250	06-01-91/92
		11.00	1,400	(1,400)	--	
		11.10	725	(725)	--	
		11.30	775	(775)	--	
		11.40	850	(850)	--	
		11.50	925	(925)	--	
		11.60	2,150	(2,150)	--	
		8.00	1,295	(1,295)	--	
Series 1983 A, B, and C, 03-16-83	11,186	3.00	9,665	(280)	9,385	06-01-91/13
Series 1983 D, E, F, and G, 03-16-83	57,015	7.25	4,375	(2,100)	2,275	06-01-91
		7.30	2,475	--	2,475	06-01-92
		7.40	2,650	--	2,650	06-01-93
		7.60	2,875	--	2,875	06-01-94
		7.75	3,100	--	3,100	06-01-95
		7.90	3,325	--	3,325	06-01-96
		8.00	3,600	--	3,600	06-01-97
		8.10	3,900	--	3,900	06-01-98
		8.20	4,200	--	4,200	06-01-99
		8.25	4,530	--	4,530	06-01-00
		8.30	12,285	--	12,285	06-01-01/03
Series 1984 A, 04-24-84	2,890	3.00	2,320	(125)	2,195	06-01-91/04

General Obligation Debt of the Commonwealth of Virginia — Detail of Long-Term Indebtedness (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Date of Issue	Amount Issued	Interest Rate	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1984 B and C, 04-25-84 (1)	$ 29,065	12.25%	$ 1,825	$ (875)	$ 950	06-01-91
		8.00	1,050	--	1,050	06-01-92
		8.25	1,125	--	1,125	06-01-93
		8.50	1,250	--	1,250	06-01-94
		8.60	1,350	--	1,350	06-01-95
		8.80	1,475	--	1,475	06-01-96
		9.00	1,600	(1,600)	--	
		9.10	1,725	(1,725)	--	
		9.20	1,900	(1,900)	--	
		9.25	9,455	(9,455)	--	
		7.00	2,900	--	2,900	06-01-04
Series 1985, 05-15-85	24,690	7.60	5,275	(725)	4,550	06-01-91/95
		7.70	2,425	--	2,425	06-01-96/97
		7.80	1,375	--	1,375	06-01-98
		7.90	1,475	--	1,475	06-01-99
		8.00	11,790	--	11,790	06-01-00/05
Series 1986 A, 04-23-86	16,480	5.80	2,920	(510)	2,410	06-01-91/94
		5.90	700	--	700	06-01-95
		6.00	755	--	755	06-01-96
		6.10	800	--	800	06-01-97
		6.20	850	--	850	06-01-98
		6.30	1,875	--	1,875	06-01-99/00
		6.40	2,130	--	2,130	06-01-01/02
		6.50	5,170	--	5,170	06-01-03/06
Series 1986 B, 04-23-86	24,650	5.00	1,470	(1,470)	--	
		5.25	1,565	--	1,565	06-01-91
		5.40	1,665	--	1,665	06-01-92
		5.50	1,765	--	1,765	06-01-93
		5.70	1,895	--	1,895	06-01-94
		5.80	2,000	--	2,000	06-01-95
		6.00	2,135	--	2,135	06-01-96
		6.10	2,280	--	2,280	06-01-97
		6.20	1,995	--	1,995	06-01-98
		6.30	1,245	--	1,245	06-01-99
		6.40	2,720	--	2,720	06-01-00/01
Series 1988 A, 06-22-88	6,885	6.75	1,875	(315)	1,560	06-01-91/95
		7.00	2,260	--	2,260	06-01-96/02
		7.10	415	--	415	06-01-03
		7.20	1,135	--	1,135	06-01-04/06
		7.25	905	--	905	06-01-07/08
Series 1988 B, 12-07-88	14,095	6.75	2,425	--	2,425	06-01-91/95
		6.90	8,020	--	8,020	06-01-96/05
		7.00	3,650	--	3,650	06-01-06/08

General Obligation Debt of the Commonwealth of Virginia — Detail of Long-Term Indebtedness (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Date of Issue	Amount Issued	Interest Rate	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1989 A, 06-28-89 (2)	$ 42,029	6.10%	$ 3,005	$(3,005)	$ --	
		6.15	3,190	--	3,190	06-01-91
		6.20	3,450	--	3,450	06-01-92
		6.25	7,670	--	7,670	06-01-93/94
		0.00	24,714	--	24,714	06-01-95/09
Accreted Interest			--	1,655	1,655	
Series 1989 B, 12-05-89	4,985	10.00	--	365	365	06-01-91/92
		8.70	--	205	205	06-01-93
		6.10	--	225	225	06-01-94
		6.20	--	240	240	06-01-95
		6.30	--	525	525	06-01-96/97
		6.40	--	595	595	06-01-98/99
		6.50	--	670	670	06-01-00/01
		6.60	--	765	765	06-01-02/03
		6.70	--	425	425	06-01-04
		6.75	--	140	140	06-01-05
		6.80	--	665	665	06-06-06/09
Series 1989 Refunding, 12-05-89	25,835	5.70	--	360	360	06-01-91
		5.80	--	380	380	06-01-92
		5.90	--	1,105	1,105	06-01-93
		6.00	--	1,090	1,090	06-01-94
		6.10	--	1,105	1,105	06-01-95
		6.20	--	1,145	1,145	06-01-96
		6.30	--	2,800	2,800	06-01-97
		6.35	--	2,935	2,935	06-01-98
		6.40	--	3,135	3,135	06-01-99
		6.45	--	3,315	3,315	06-01-00
		6.50	--	3,555	3,555	06-01-01
		6.55	--	2,380	2,380	06-01-02
		6.60	--	2,530	2,530	06-01-03
Series 1990 A, 03-14-90	6,265	8.75	--	125	125	06-01-91
		8.80	--	280	280	06-01-92/93
		8.85	--	335	335	06-01-94/95
		8.90	--	190	190	06-01-96
		8.95	--	205	205	06-01-97
		9.00	--	225	225	06-01-98
		9.05	--	240	240	06-01-99
		9.10	--	265	265	06-01-00
		9.13	--	1725	1725	06-01-01/05
		9.25	--	2675	2675	06-01-06/10

General Obligation Debt of the Commonwealth of Virginia — Detail of Long-Term Indebtedness (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Date of Issue	Amount Issued	Interest Rate	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1990 B, 06-20-90	$ 35,280	8.40%	$ --	$ 7,455	$ 7,455	06-01-91/97
		6.40	--	2,985	2,985	06-01-98/99
		6.50	--	5,225	5,225	06-01-00/02
		6.60	--	16,595	16,595	06-01-03/09
		6.80	--	3,020	3,020	06-01-10
Subtotal Higher Educational Institutions Bonds	398,057		250,036	36,295	286,331	
Transportation Facilities Bonds, 9(c):						
Series 1986, 08-01-86	78,000	5.60	1,625	--	1,625	07-01-91
		5.90	1,750	--	1,750	07-01-92
		6.10	1,900	--	1,900	07-01-93
		6.25	2,050	--	2,050	07-01-94
		6.40	2,200	--	2,200	07-01-95
		6.50	2,350	--	2,350	07-01-96
		6.60	2,550	--	2,550	07-01-97
		6.70	2,725	--	2,725	07-01-98
		6.75	25,725	--	25,725	07-01-99/05
		7.00	35,125	--	35,125	07-01-11
Series 1987, 02-01-87	57,100	3.90	1,640	(1,640)	--	
		4.10	1,825	--	1,825	12-01-90
		4.30	1,800	--	1,800	12-01-91
		4.50	1,945	--	1,945	12-01-92
		4.75	2,010	--	2,010	12-01-93
		5.00	2,120	--	2,120	12-01-94
		5.10	2,320	--	2,320	12-01-95
		5.25	2,505	--	2,505	12-01-96
		5.30	2,535	--	2,535	12-01-97
		5.50	2,750	--	2,750	12-01-98
		5.60	2,910	--	2,910	12-01-99
		5.70	3,105	--	3,105	12-01-00
		5.80	3,290	--	3,290	12-01-01
		5.90	3,420	--	3,420	12-01-02
		6.00	11,880	--	11,880	12-01-03/05
		6.10	7,845	--	7,845	12-01-06/07
Series 1989 A, 06-28-89 (3)	34,348	6.10	2,375	(2,375)	--	
		6.15	2,460	--	2,460	06-01-91
		6.20	2,615	--	2,615	06-01-92
		6.25	5,725	--	5,725	06-01-93/94
		0.00	21,173	--	21,173	06-01-95/09
Accreted Interest			--	1,422	1,422	
Subtotal Transportation Facilities Bonds	169,448		166,248	(2,593)	163,655	
Total General Obligation Debt	$692,505		$474,304	$27,127	$501,431	

Notes:

(1) $8,120 of the Series 1982 A and B bonds and $14,680 of the Series 1984 B and C bonds were defeased with proceeds of the Series 1989 Refunding bonds.

(2) Net of unamortized discount of $26,569 at June 30, 1989 and $24,914 at June 30, 1990.

(3) Net of unamortized discount of $25,834 at June 30, 1989 and $24,412 at June 30, 1990.

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Detail for Higher Educational Institutions Bonds, 9(c):					
Series 1971					
James Madison University:					
Physical Education Building	$ 3,455	$ 850	$ (264)	$ 586	06-01-91/92
Student Activities Building	1,645	404	(126)	278	06-01-91/92
Dormitory	4,700	1,156	(360)	796	06-01-91/92
Longwood College:					
Dormitory	4,250	825	(275)	550	06-01-91/92
University of Virginia:					
Parking Garage	200	55	(17)	38	06-01-91/92
Dormitory	600	135	(43)	92	06-01-91/92
Virginia Polytechnic Institute and State University:					
Dormitory	3,650	835	(275)	560	06-01-91/92
College of William and Mary:					
Dormitory	2,800	588	(192)	396	06-01-91/92
Physical Education Building	2,150	452	(148)	304	06-01-91/92
Subtotal Series 1971	23,450	5,300	(1,700)	3,600	
Series 1973					
Christopher Newport College:					
Campus Center	915	285	(70)	215	02-01-91/94
George Mason University:					
Student Union Building	1,670	410	(120)	290	02-01-91/94
James Madison University:					
Dining Hall	810	255	(55)	200	02-01-91/94
Reed Infirmary	310	110	(20)	90	02-01-91/94
Dormitory	2,735	975	(175)	800	02-01-91/94
Longwood College:					
Dining Hall	400	95	(30)	65	02-01-91/94
Norfolk State University:					
Cafeteria and Dining Hall	665	195	(50)	145	02-01-91/94
Old Dominion University:					
Dormitory	3,640	1,000	(255)	745	02-01-91/94
Radford University:					
Student Activities Building	2,075	735	(135)	600	02-01-91/94
University of Virginia:					
Dining Hall	950	285	(65)	220	02-01-91/94
Student Apartments	1,200	420	(75)	345	02-01-91/94
Dormitory	1,750	610	(110)	500	02-01-91/94
Judge Advocate General School	3,100	--	--	--	
Virginia Military Institute:					
Lejeune and Crozet Halls	125	--	--	--	
College of William and Mary:					
Infirmary Building	570	200	(35)	165	02-01-91/94
Subtotal Series 1973	20,915	5,575	(1,195)	4,380	

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1976					
George Mason University:					
Student Union Building	$ 1,600	$ 1,035	$ (65)	$ 970	06-01-91/96
James Madison University:					
Dormitory	2,550	1,155	(145)	1,010	06-01-91/96
Outdoor Recreational Athletic Facilities	750	330	(45)	285	06-01-91/96
University of Virginia:					
Lambeth Field Housing	5,200	2,235	(310)	1,925	06-01-91/96
Virginia Commonwealth University:					
Parking Facilities	4,900	2,320	(280)	2,040	06-01-91/96
Virginia Polytechnic Institute and State University:					
Bookstore	1,200	565	(70)	495	06-01-91/96
Virginia State University:					
Renovation and Dining Hall	355	170	(20)	150	06-01-91/96
College of William and Mary:					
Renovation of Dormitories	3,000	1,455	(180)	1,275	06-01-91/96
Subtotal Series 1976	19,555	9,265	(1,115)	8,150	
Series 1979					
Christopher Newport College:					
Tennis Courts	70	--	--	--	
George Mason University:					
Student Housing	4,100	2,615	(200)	2,415	06-01-91/99
James Madison University:					
Dormitory Complex	875	545	(45)	500	06-01-91/99
Dormitory Complex	3,695	2,870	(110)	2,760	06-01-91/99
Theatre Addition to Warren Center	1,300	795	(65)	730	06-01-91/99
Norfolk State University:					
Student Housing	1,640	1,055	(80)	975	06-01-91/99
Old Dominion University:					
Addition to Student Center	2,000	1,265	(100)	1,165	06-01-91/99
University of Virginia:					
Executive Center Housing	715	450	(35)	415	06-01-91/99
Copley Hall Graduate Housing	640	430	(30)	400	06-01-91/99
Subtotal Series 1979	15,035	10,025	(665)	9,360	
Series 1981					
Virginia Commowealth University:					
Low Rise Dormitory	4,932	4,007	(130)	3,877	06-01-91/11
Subtotal Series 1981	4,932	4,007	(130)	3,877	
Series 1982 (1)					
Longwood College:					
Athletic Fields	100	45	(15)	30	06-01-91/92
Physical Education Building	630	500	(440)	60	06-01-91/01
Mary Washington College:					
Willard Hall Renovation	1,570	1,305	(1,180)	125	06-01-91/01
Old Dominion University:					
Powhatan Field Apartments	2,005	1,680	(1,525)	155	06-01-91/01

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
University of Virginia:					
Medical Center Parking	$ 1,850	$ 1,540	$(1,390)	$ 150	06-01-91/01
Food Service Building	850	705	(635)	70	06-01-91/01
Virginia Commonwealth University:					
Ramp to Parking Deck	610	325	(180)	145	06-01-91/94
Low Rise Dormitory	505	400	(355)	45	06-01-91/01
College of William and Mary:					
Randolph Residence	3,500	2550	(2,200)	350	06-01-91/01
Cary Field Renovation	1,200	870	(750)	120	06-01-91/01
Subtotal Series 1982	12,820	9,920	(8,670)	1,250	
Series 1983					
George Mason University:					
Field House	4,905	4,040	(190)	3,850	06-01-91/02
Residence Halls	7,950	6,540	(300)	6,240	06-01-91/02
University Union	6,750	5,560	(260)	5,300	06-01-91/02
James Madison University:					
Convocation Center	7,000	5,880	(240)	5,640	06-01-91/03
Longwood College:					
Dining Hall Renovation	115	85	(5)	80	06-01-91/98
French Dormitory Renovation	690	570	(25)	545	06-01-91/02
Old Dominion University:					
Powhatan Field Apartments, Phase II	560	460	(20)	440	06-01-91/02
Mid Rise Dormitory	6,000	5,040	(205)	4,835	06-01-91/03
Gresham Dormitory Renovation	1,210	1,020	(45)	975	06-01-91/03
Powhatan Field Apartments, Phase II	3,636	3,140	(90)	3,050	06-01-91/13
Mid Rise Dormitory	3,500	3,025	(90)	2,935	06-01-91/13
Radford University:					
Recreation and Convocation Center	3,500	2,885	(135)	2,750	06-01-91/02
University of Virginia:					
Clinch Valley Student Union	585	485	(25)	460	06-01-91/02
Newcomb Hall Additions	2,800	2,355	(100)	2,255	06-01-91/03
Student Housing	5,000	4,200	(170)	4,030	06-01-91/03
Virginia Commonwealth University:					
Academic Campus Parking Deck	4,600	3,790	(180)	3,610	06-01-91/02
Medical College Gymnasium	850	700	(30)	670	06-01-91/02
Low Rise Dormitory	4,050	3,500	(100)	3,400	06-01-91/13
Virginia Military Institute:					
Auditorium and Athletic Facility	4,500	3,705	(170)	3,535	06-01-91/02
Subtotal Series 1983	68,201	56,980	(2,380)	54,600	
Series 1984 (1)					
Christopher Newport College:					
Athletic Track	365	320	(195)	125	06-01-91/04
Campus Center	2,215	1,955	(1,185)	770	06-01-91/04
George Mason University:					
Parking Lot VIII	840	740	(450)	290	06-01-91/04

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
James Madison University:					
210 Bed Dormitory	$ 2,480	$ 2,185	$(1,330)	$ 855	06-01-91/04
138 Bed Dormitory	2,060	1,820	(1,105)	715	06-01-91/04
Football Stadium Seating	2,300	2,030	(1,230)	800	06-01-91/94
Longwood College:					
Main and North Cunningham Renovation	735	650	(390)	260	06-01-91/04
Norfolk State University:					
Health and ROTC Building	2,400	2,120	(1,285)	835	06-01-91/04
Old Dominion University:					
Rogers Hall Renovation	1,510	1,330	(810)	520	06-01-91/04
Life Sciences Building Parking	1,350	1,190	(725)	465	06-01-91/04
Athletic Facilities Renovation	4,000	3,540	(2,150)	1,390	06-01-91/04
University of Virginia:					
Clinch Valley Housing	515	460	(275)	185	06-01-91/04
Virginia Commonwealth University:					
Student Commons	6,875	6,060	(3,670)	2,390	06-01-91/04
Low Rise Dormitory, Phase II	1,420	1,255	(755)	500	06-01-91/04
Dormitory Renovation	2,890	2,320	(125)	2,195	06-01-91/04
Subtotal Series 1984	31,955	27,975	(15,680)	12,295	
Series 1985					
George Mason University:					
Parking Lot IX	840	760	(25)	735	06-01-91/05
Residence Halls II, Phase II	2,000	1,810	(55)	1,755	06-01-91/05
Physical Education, Phase III	12,750	11,525	(385)	11,140	06-01-91/05
James Madison University:					
Warren Campus Center Addition	3,350	3,035	(95)	2,940	06-01-91/05
University of Virginia:					
Observatory Dining Hall Addition	870	790	(25)	765	06-01-91/05
Sponsor's Hall Addition	1,820	1,650	(55)	1,595	06-01-91/05
Student Activity Building	560	505	(15)	490	06-01-91/05
Virginia Commonwealth University:					
Parking Deck E	2,500	2,265	(70)	2,195	06-01-91/05
Subtotal Series 1985	24,690	22,340	(725)	21,615	
Series 1986					
George Mason University:					
Parking Lot #10	525	480	(15)	465	06-01-91/06
Security/Information Building	305	275	(10)	265	06-01-91/06
Residence Halls II, Phase II	6,030	5,535	(190)	5,345	06-01-91/06
James Madison University:					
Telecommunications	3,850	3,335	(195)	3,140	06-01-91/01
Mary Washington College:					
Student Activity Center	3,000	2,825	(95)	2,730	06-01-91/06

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Radford University:					
Norwood Hall Renovations	$ 1,620	$ 1,490	$ (50)	$ 1,440	06-01-91/06
Virginia Polytechnic Institute and State University:					
Special Purpose Housing and Dorms	7,900	6,850	(395)	6,455	06-01-91/01
University of Virginia:					
Stadium Road Housing	10,400	8,400	(750)	7,650	06-01-91/98
North Grounds Recreation Center	2,500	2,160	(125)	2,035	06-01-91/01
Hospital Parking Garage	5,000	4,585	(155)	4,430	06-01-91/06
Subtotal Series 1986	41,130	35,935	(1,980)	33,955	
Series 1988					
James Madison University:					
Student Residence Hall	3,760	3,665	(100)	3,565	06-01-91/08
Mary Washington College:					
33 Bed Residence Hall	750	620	(140)	480	06-01-91/93
Old Dominion University:					
43rd & Hampton	400	390	(10)	380	06-01-91/08
University of Virginia:					
Clinch Valley Student Housing	875	840	(35)	805	06-01-91/03
Virginia Polytechnic Institute and State University:					
Squires Student Center	14,095	14,095	--	14,095	09-01-91/08
College of William and Mary:					
Tyler Hall Renovation	1,100	1,075	(30)	1,045	06-01-91/08
Subtotal Series 1988	20,980	20,685	(315)	20,370	
Series 1989					
George Mason University:					
Residence Hall III	10,697	10,697	(697)	10,000	06-01-91/09
Humanities III	9,400	9,400	(613)	8,787	06-01-91/09
Parking C	950	950	(96)	854	06-01-91/99
West Campus Parking	587	587	(59)	528	06-01-91/99
Longwood College:					
Parking Facility	1,100	1,100	(84)	1,016	06-01-91/04
Parapet Wall Repairs	370	370	(28)	342	06-01-91/04
Air Conditioning Repairs	125	125	(10)	115	06-01-91/04
Telecommunications	1,500	1,500	(114)	1,386	06-01-91/04
University of Virginia:					
Student Health Center	1,300	1,300	(85)	1,215	06-01-91/09
Virginia Polytechnic Institute and State University:					
Telecommunications	16,000	16,000	(1,219)	14,781	06-01-91/04
College of William and Mary:					
Telecommunications	2,885	--	2,765	2,765	06-01-91/04
Randolph Residences	2,100	--	2,055	2,055	06-01-91/09
Accreted Interest		--	1,655	1,655	
Subtotal Series 1989 (2)	47,014	42,029	3,470	45,499	

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1989 Refunding					
Christopher Newport College:					
Campus Center	$ 1,252	$ --	$ 1,252	$ 1,252	06-01-91/03
Track	207	--	207	207	06-01-91/03
George Mason University:					
Parking Lot VIII	475	--	475	475	06-01-91/03
James Madison University:					
Dormitory	1,403	--	1,403	1,403	06-01-91/03
Stadium Seating	1,303	--	1,303	1,303	06-01-91/03
Dormitory	1,169	--	1,169	1,169	06-01-91/03
Longwood College:					
Physical Education Building	482	--	482	482	06-01-91/01
Renovation	414	--	414	414	06-01-91/03
Mary Washington College:					
Willard Hall	1,310	--	1,310	1,310	06-01-91/01
Norfolk State University:					
Health and ROTC Building	1,359	--	1,359	1,359	06-01-91/93
Old Dominion University:					
Powhatan Field Apartments	1,700	--	1,700	1,700	06-01-91/01
Rogers Hall Renovation	855	--	855	855	06-01-91/03
Life Sciences Building	766	--	766	766	06-01-91/03
Athletic Renovation	2,264	--	2,264	2,264	06-01-91/03
University of Virginia:					
Food Service Building	704	--	704	704	06-01-91/01
Medical Center Parking	1,541	--	1,541	1,541	06-01-91/01
Clinch Valley Housing	291	--	291	291	06-01-91/03
Virginia Commonwealth University:					
Parking Ramp	126	--	126	126	06-01-91/94
Low Rise Dormitory	390	--	390	390	06-01-91/01
Student Commons	3,858	--	3,858	3,858	06-01-91/03
Low Rise Dormitory, Phase II	800	--	800	800	06-01-91/03
College of William and Mary:					
Randolph Residence Complex	2,362	--	2,362	2,362	06-01-91/01
Cary Field Renovation	804	--	804	804	06-01-91/01
Subtotal 1989 Refunding	25,835	--	25,835	25,835	
Series 1990					
George Mason University:					
Residence Hall IV	11,145	--	11,145	11,145	06-01-91/00
Parking Lots	100	--	100	100	06-01-91/00
James Madison University:					
Gibbons Hall Renovation	2,700	--	2,700	2,700	06-01-91/10
Longwood College:					
Housing Repairs	440	--	440	440	06-01-91/10
Mary Washington College:					
Residence Hall	2,995	--	2,995	2,995	06-01-91/10

Higher Educational Institutions Bonds — Detail of Long-Term Indebtedness by Institution (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Institutions	Amount Issued	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Norfolk State University:					
Student Housing	$ 4,005	$ --	$ 4,005	$ 4,005	06-01-91/10
Old Dominion University:					
Multi-Level Parking	4,785	--	4,785	4,785	06-01-91/10
Athletic Facility, Phase I	6,090	--	6,090	6,090	06-01-91/10
University of Virginia:					
Heater/Chiller Replacement	1,200	--	1,200	1,200	06-01-91/10
Judge Advocate General School	6,265	--	6,265	6,265	06-01-91/10
Virginia Polytechnic Institute and State University:					
Student Center Renovation	1,410	--	1,410	1,410	06-01-91/10
College of William and Mary:					
Telecommunications System	410	--	410	410	06-01-91/05
Subtotal Series 1990	41,545	--	41,545	41,545	
Total Higher Educational Institutions Bonds	$398,057	$250,036	$36,295	$286,331	

Notes:
(1) $8,120 of the Series 1982 bonds and $14,680 of the Series 1984 bonds were defeased with proceeds of the Series 1989 Refunding bonds.
(2) Net of unamortized discount of $25,569 at June 30, 1989 and $ 24,914 at June 30, 1990.

Higher Educational Institutions Auxiliary Enterprise Revenue Bonds — Detail of Long-Term Indebtedness by Institution

June 30, 1990
(Dollars in Thousands)

Institution and Series	Amount Issued	Interest Rates	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Detail for Higher Educational Institutions Auxiliary Enterprise Revenue Bonds, 9(d):						
James Madison University:						
Dormitory - 1967	$ 1,720	4.00%	$ 120	$ (120)	$ --	
Dormitory - 1989	2,595	6.65 to 7.15	2,595	(65)	2,530	06-01-91/09
Subtotal James Madison University	4,315		2,715	(185)	2,530	
Norfolk State University:						
Dormitory - 1968	2,500	4.90	445	(170)	275	04-01-91/92
Dormitory - 1982	3,881	3.00	3,603	(67)	3,536	12-01-90/21
Subtotal Norfolk State University	6,381		4,048	(237)	3,811	
Radford University:						
Dormitory and Dining Hall - 1968	5,995	4.80	430	(430)	--	
Subtotal Radford University	5,995		430	(430)	--	
University of Virginia:						
Dormitory - 1962	3,000	3.50	440	(150)	290	06-15-91/92
Student Apartments & Dormitory - 1965	4,100	3.60	245	(245)	--	
Clinch Valley Dormitory - 1973	500	5.50 to 5.88	410	(10)	400	05-01-91/11
Subtotal University of Virginia	7,600		1,095	(405)	690	
Virginia Commonwealth University:						
General Academic Division:						
Dormitory - 1965	4,630	3.60	155	(155)	--	
Health Sciences Division:						
Clinical Center - 1965	3,000	3.60	120	(120)	--	
Dormitory - 1965	1,600	3.60	75	(75)	--	
Subtotal Virginia Commonwealth University	9,230		350	(350)	--	
Virginia Polytechnic Institute and State University:						
Dormitory & Dining Hall - 1965	9,600	3.60	740	(740)	--	
Dormitory & Dining Hall - 1968	8,600	4.80	4,910	(295)	4,615	05-01-91/94
Student Center - 1968	2,500	3.00 to 4.85	755	(135)	620	05-01-91/94
Dormitory & Dining Hall - 1984	4,850	Variable	4,350	(200)	4,150	06-01-91/04
Dormitory & Dining Hall - 1989	7,000	6.35 to 7.00	7,000	(175)	6,825	06-01-91/09
Electric System - 1989	2,999	6.35 to 7.00	2,999	(74)	2,925	06-01-91/09
Subtotal Virginia Polytechnic Institute and State University	35,549		20,754	(1,619)	19,135	
Total Higher Educational Institutions Auxiliary Enterprise Revenue Bonds	$69,070		$29,392	$(3,226)	$26,166	

Higher Educational Institutions Teaching Hospital Revenue Bonds — Detail of Long-Term Indebtedness

June 30, 1990
(Dollars in Thousands)

Series and Date of Issue	Amount Issued	Interest Rate	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Detail for Higher Educational Institutions Teaching Hospital Revenue Bonds, 9(d):						
Virginia Commonwealth University (1):						
Medical College of Virginia Hospital Revenue Bonds, Series A, 09-30-77	$ 64,000	5.20%	$ 1,910	$(1,910)	$ --	
		5.30	2,010	--	2,010	07-01-91
		5.40	2,115	--	2,115	07-01-92
		5.45	2,230	--	2,230	07-01-93
		5.55	2,350	--	2,350	07-01-94
		5.65	2,480	--	2,480	07-01-95
		5.70	2,620	--	2,620	07-01-96
		5.70	2,770	--	2,770	07-01-97
		5.90	33,515	--	33,515	07-01-06
Medical College of Virginia Hospital Revenue Bonds, Series B, 06-01-83	37,400	8.40	2,395	(2,395)	--	
		8.75	2,595	--	2,595	07-01-91
		9.00	2,825	--	2,825	07-01-92
		9.15	3,080	--	3,080	07-01-93
Medical College of Virginia Hospital Revenue Refunding Bonds, Series C, 02-01-87	24,705	4.45	385	(385)	--	
		4.65	400	--	400	07-01-91
		4.90	420	--	420	07-01-92
		5.10	440	--	440	07-01-93
		5.40	3,435	--	3,435	07-01-94
		5.60	3,030	--	3,030	07-01-95
		5.70	2,435	--	2,435	07-01-96
		5.80	1,805	--	1,805	07-01-97
		5.95	1,505	--	1,505	07-01-98
		6.05	1,185	--	1,185	07-01-99
		6.15	700	--	700	07-01-00
		6.25	775	--	775	07-01-01
		6.63	7,350	--	7,350	07-01-02/07
Subtotal Virginia Commonwealth University Teaching Hospital Revenue Bonds	126,105		86,760	(4,690)	82,070	

Higher Educational Institutions Teaching Hospital Revenue Bonds — Detail of Long-Term Indebtedness (Continued)

June 30, 1990
(Dollars in Thousands)

Series and Date of Issue	Amount Issued	Interest Rate	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
University of Virginia:						
Hospital Revenue Refunding Bonds,						
Series C, 06-20-85 (2)(3)	$ 95,387	6.90%	$ 2,350	$(2,350)	$ --	
		7.20	2,510	--	2,510	06-01-91
		7.40	2,690	--	2,690	06-01-92
		7.60	2,890	--	2,890	06-01-93
		7.75	3,110	--	3,110	06-01-94
		7.90	3,350	--	3,350	06-01-95
		8.10	3,615	--	3,615	06-01-96
		8.30	3,910	--	3,910	06-01-97
		8.50	2,475	--	2,475	06-01-98
		8.60	2,680	--	2,680	06-01-99
		8.75	2,915	--	2,915	06-01-00
		8.88	10,375	(10,375)	--	
		9.38	6,292	(6,292)	--	
		9.00	44,020	(44,020)	--	
Accreted Interest			2,811	(2,811)	--	
Hospital Revenue Refunding Bonds,						
Series D, 12-18-85	37,200	7.15	32,200	--	32,200	06-01-17
Hospital Revenue Refunding Bonds,						
Series E, 07-13-89	68,290	6.75	--	3,425	3,425	06-01-01
		6.80	--	3,650	3,650	06-01-02
		6.90	--	8,065	8,065	06-01-03/04
		7.00	--	31,865	31,865	06-01-05/10
		6.00	--	21,285	21,285	06-01-11/13
Subtotal University of Virginia Teaching Hospital Revenue Bonds	200,877		128,193	2,442	130,635	
Total Higher Educational Institutions Teaching Hospital Revenue Bonds	$326,982		$214,953	$(2,248)	$212,705	

Notes:
(1) Restated to reflect a change in the recognition of the debt payment from July 1 to June 30.
(2) Net of unamortized discount of $9,696 at June 30, 1989.
(3) $63,498 of the Series 1985 C bonds was defeased with proceeds of the Series 1989 E Refunding bonds.

Virginia College Building Authority — Detail of Long-Term Indebtedness (1)

June 30, 1990
(Dollars in Thousands)

Bond Series	Amount Issued	Interest Rates	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Equipment Leasing Program Bonds:						
Series 1986 (2):						
A	$ 21,100	5.75 to 6.30%	$ 14,710	$ --	**$ 14,710**	11-01-98
B	15,800	5.75 to 6.30	13,225	--	**13,225**	11-01-98
C	20,100	6.20 to 6.63	20,100	--	**20,100**	11-01-98
D	33,000	6.30 to 7.10	33,000	--	**33,000**	11-01-98
Subtotal Equipment Leasing Program Bonds	90,000		81,035	--	**81,035**	
Non-State Supported Bonds:						
Series 1977, University of Richmond and Washington and Lee University	14,955	4.80 to 5.38	6,925	(850)	**6,075**	10-01-90/95
Series 1979, University of Richmond and Washington and Lee University	16,900	5.35 to 5.80	11,415	(785)	**10,630**	10-01-90/99
Series 1980, Sweet Briar College	3,000	6.60 to 7.45	2,125	(125)	**2,000**	03-01-91/00
Series 1984, Washington and Lee University (3)	6,135	8.40 to10.00	5,405	(5,405)	--	
Series 1985, Hampton University	6,000	7.50 to 9.50	5,420	(170)	**5,250**	03-01-91/05
Series 1985, Hollins College	2,000	7.75	2,000	(2,000)	--	
Series 1985, University of Richmond (4)	15,225	7.25	15,225	--	**15,225**	11-01-05
Series 1987, Hampden-Sydney College (5)	11,500	7.38	11,500	--	**11,500**	09-01-07
Series 1988, University of Richmond (6)	7,000	6.38	7,000	--	**7,000**	11-01-08
Series 1989 A and B, Hampton University	22,345	7.00 to 7.80	22,345	--	**22,345**	04-01-93/14
Series 1990 A and B, Washington and Lee University	13,550	5.80 to 7.00	--	13,550	**13,550**	01-01-91/15
Subtotal Non-State Supported Bonds	118,610		89,360	4,215	**93,575**	
Total Virginia College Building Authority Bonds	$208,610		$170,395	$4,215	**$174,610**	

Notes:

(1) Virginia College Building Authority debt is not backed by the full faith and credit of the Commonwealth. While the Treasurer is not trustee for the authority, the Department of the Treasury does provide staff services to the authority.

(2) Tender may be exercised on 07-12-90 and 05-01-91/93 for Series A through D and on 05-01-94 for Series C and D only.

(3) The Series 1984 bonds were defeased with the proceeds of the Series 1990 A and B bonds.

(4) Tender may be exercised on 11-01-91 and 11-01-98.

(5) Tender may be exercised on 09-01-92.

(6) Tender may be exercised on 11-01-94.

Virginia Public Building Authority — Detail of Long-Term Indebtedness (1)

June 30, 1990
(Dollars in Thousands)

Bond Series	Amount Issued	Interest Rates	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1984 A	$108,250	7.40 to 8.40%	$ 19,025	$(3,240)	**$ 15,785**	03-01-91/94
Series 1987 Refunding	100,755	4.00 to 6.25	98,025	(1,420)	**96,605**	09/03-01-90/04
Series 1988 A, Correctional Facilities Project (2)	163,445	5.90 to 7.75	163,445	--	**163,445**	08-01-90/10
Accreted Interest			1,166	1,859	**3,025**	
Series 1989 A, Main Street Station Project	10,295	6.75 to 7.00	10,295	(250)	**10,045**	05-01-91/09
Total Virginia Public Building Authority Bonds	$382,745		$291,956	$(3,051)	**$288,905**	

Notes:
(1) Virginia Public Building Authority debt is not backed by the full faith and credit of the Commonwealth. While the Treasurer is not trustee for the authority, the Department of the Treasury does provide staff services to the authority.
(2) Net of unamortized discount of $73,309 at June 30, 1989 and $71,450 at June 30, 1990.

Virginia Public School Authority — Detail of Long-Term Indebtedness (1)

June 30, 1990
(Dollars in Thousands)

Bond Series	Amount Issued	Authority Interest Cost (2)	Outstanding July 1, 1989	Issued (Retired) During Year	Outstanding June 30, 1990	Maturity
Series 1971 A	$ 25,000	4.54%	$ 2,500	$(1,250)	$ 1,250	01-01-91
Series 1971 B	13,000	4.98	1,650	(550)	1,100	01-01-91/92
Series 1972 A	20,000	4.87	4,000	(1,000)	3,000	01-01-91/93
Series 1973 A	15,220	4.84	3,820	(760)	3,060	01-01-91/94
Series 1974 A	16,540	5.56	4,980	(830)	4,150	01-01-91/95
Series 1975 A	16,550	5.44	4,975	(830)	4,145	01-01-91/95
Series 1975 B	8,030	6.96	2,830	(400)	2,430	01-01-91/96
Series 1976 A	16,165	5.88	5,635	(805)	4,830	01-01-91/96
Series 1976 B	12,025	5.24	4,800	(600)	4,200	01-01-91/97
Series 1977 A	12,485	5.06	4,945	(615)	4,330	01-01-91/97
Series 1977 B	16,200	5.02	7,290	(810)	6,480	01-01-91/98
Series 1978 A	16,210	4.99	7,290	(810)	6,480	01-01-91/98
Series 1978 B	14,440	5.50	7,200	(720)	6,480	01-01-91/99
Series 1979 A	16,250	5.63	8,100	(810)	7,290	01-01-91/99
Series 1979 B	16,085	5.99	8,795	(810)	7,985	01-01-91/00
Series 1980 A	19,375	8.33	1,960	(980)	980	01-01-91/01
Series 1982 A	5,875	11.86	900	(300)	600	01-01-91/02
Series 1982 B	3,245	10.50	975	(325)	650	01-01-91/92
Series 1982 C	6,800	9.75	1,360	(340)	1,020	01-01-91/03
Series 1983 A	11,475	7.85	8,050	(575)	7,475	01-01-91/03
Series 1984 A	18,660	9.13	5,545	(920)	4,625	01-01-91/04
Series 1985 A	13,485	8.64	4,055	(680)	3,375	01-01-91/05
Series 1985 B	10,050	8.29	8,550	(500)	8,050	01-01-91/06
Series 1986 A	18,050	6.86	14,420	(1,210)	13,210	01-01-91/01
Series 1986 B	13,720	7.10	11,650	(690)	10,960	01-01-91/06
Series 1987 A	51,510	6.20	45,940	(2,785)	43,155	01-01-91/07
Series 1987 A Refunding	35,695	6.97	35,695	(345)	35,350	01-01-91/05
Series 1987 B	80,055	7.23	75,265	(4,790)	70,475	01-01-91/08
Series 1988 A	52,395	6.71	51,030	(2,270)	48,760	01-01-91/08
Series 1988 Henrico County	36,610	7.07	36,610	(1,830)	34,780	12-01-90/08
Series 1988 B	61,995	7.16	61,995	(1,885)	60,110	01-01-91/09
Series 1989 Prince William County	14,090	7.19	14,090	(705)	13,385	06-01-91/09
Series 1989 A	33,730	7.44	33,730	(1,240)	32,490	01-01-91/09
Series 1989 Equipment	10,445	6.85	10,445	(1,200)	9,245	01-01-91/09
Series 1989 Roanoke Equipment	470	6.20	--	376	376	12-01-90/93
Series 1989B	55,730	6.86	--	55,730	55,730	01-01-91/10
Series 1990A	58,865	7.02	--	58,865	58,865	01-01-91/10
Series 1990 Greene County BAN	2,500	6.12	--	2,500	2,500	08-31-90
Total Virginia Public School Authority Bonds	$849,025		$501,075	$82,301	$583,376	

Notes:

(1) Virginia Public School Authority debt is not backed by the full faith and credit of the Commonwealth. The Treasurer serves as trustee to the Virginia Public School Authority, and the Deparment of the Treasury provides staff services to the authority.

(2) Effective interest cost of authority bonds.

General Account — Schedule of Investments

June 30, 1990

Description of Security	Par Value	Yield at Purchase	Maturity Date	Cost	Market Value
U.S. Treasury:					
Bill	$ 11,870,000	8.49%	08-30-90	$ 11,004,621	$ 11,004,123
Note 9.00%	40,000,000	9.56	01-31-91	39,696,095	40,175,000
Note 7.375%	10,000,000	8.50	02-15-91	9,846,875	9,950,000
Note 9.25%	10,000,000	8.98	04-30-91	10,032,812	10,078,125
Note 8.125%	15,000,000	8.21	05-15-91	14,972,656	14,990,625
Note 8.75%	20,000,000	7.95	05-31-91	20,257,813	20,093,750
Note 7.75%	60,000,000	7.99	07-31-91	59,836,719	59,700,000
Note 8.375%	15,000,000	8.32	09-30-91	15,007,812	15,018,750
Note 7.625%	10,000,000	8.24	10-31-91	9,895,312	9,918,750
Note 7.625%	65,000,000	8.55	12-31-91	64,137,110	64,410,938
Note 8.125%	5,000,000	8.70	01-31-92	4,959,375	4,990,625
Note 8.50%	25,000,000	8.47	03-31-92	25,000,780	25,078,125
Note 8.50%	20,000,000	8.34	03-31-94	20,081,250	20,068,750
Subtotal U.S. Treasury	306,870,000			304,729,230	305,477,561
Federal Home Loan Bank:					
Bond 7.80%	10,000,000	7.80	07-25-90	10,000,000	9,984,375
Bond 10.30 %	2,000,000	10.30	09-25-90	2,000,000	2,008,125
Bond 7.05 %	3,000,000	7.00	10-25-90	3,004,688	2,986,875
Bond 8.40%	2,000,000	8.40	11-26-90	2,000,000	2,000,625
Bond 7.95%	15,000,000	7.83	11-26-90	15,016,406	14,976,563
Bond 9.35%	10,000,000	9.12	12-26-90	10,031,250	10,050,000
Bond 8.30%	5,000,000	8.00	01-25-91	5,039,062	5,000,000
Bond 7.10%	5,000,000	7.10	02-25-91	5,000,000	4,962,500
Bond 10.00%	5,000,000	10.00	03-25-91	5,000,000	5,056,250
Bond 9.65%	10,000,000	9.61	04-25-91	10,006,250	10,100,000
Bond 7.50%	25,000,000	7.38	07-25-91	25,123,438	24,789,062
Bond 7.00%	5,000,000	7.00	12-26-91	5,000,000	4,900,000
Subtotal Federal Home Loan Bank	97,000,000			97,221,094	96,814,375
Federal National Mortgage Association:					
Debenture 7.00%	$2,000,000	7.00	11-12-90	$ 2,000,000	$ 1,989,375
Debenture 8.50%	15,000,000	8.50	01-10-92	14,999,219	15,028,125
Debenture 8.45%	25,000,000	8.29	07-12-93	25,120,313	24,984,375
Subtotal Federal National Mortgage Association	42,000,000			42,119,532	42,001,875
Repurchase Agreements:					
Central Fidelity Bank	18,400,000	8.20	07-02-90	18,400,000	18,400,000
Dominion Bank	2,890,000	8.15	07-02-90	2,890,000	2,890,000
Sovran Bank	107,300,000	8.18	07-02-90	107,300,000	107,300,000
Subtotal Repurchase Agreements	128,590,000			128,590,000	128,590,000
Bankers' Acceptances:					
Fuji Bank - Los Angeles	5,000,000	8.29	07-02-90	4,971,771	4,997,714
Sanwa Bank - New York	10,000,000	8.38	07-03-90	9,986,250	9,993,142
Fuji Bank - New York	6,000,000	8.30	07-06-90	5,962,060	5,991,770
Fuji Bank - Los Angeles	8,000,000	8.35	07-16-90	7,954,500	7,970,844
Dai-Ichi Kangyo - New York	12,400,000	8.33	07-16-90	12,332,461	12,354,809
Mitsubishi Bank - New York	5,000,000	8.30	07-17-90	4,961,656	4,980,639
Mitsui Taiyo Kobe - Chicago	10,000,000	8.30	07-17-90	9,923,311	9,961,278

General Account — Schedule of Investments (Continued)

June 30, 1990

Description of Security	Par Value	Yield at Purchase	Maturity Date	Cost	Market Value
Dai-Ichi Kangyo - New York	$ 10,000,000	8.38%	07-31-90	$ 9,922,556	$ 9,929,389
Bank of Tokyo - New York	7,500,000	8.31	08-03-90	7,412,250	7,442,342
Bank of Tokyo - Los Angeles	5,300,000	8.34	08-14-90	5,244,874	5,246,073
Mitsubishi Bank - New York	13,200,000	8.32	09-04-90	12,940,576	13,004,222
Industrial Bank of Japan - Los Angeles	13,100,000	8.37	09-04-90	12,898,827	12,905,705
Fuji Bank - Los Angeles	10,000,000	8.38	09-17-90	9,815,272	9,822,908
Dai-Ichi Kangyo - New York	5,000,000	8.38	09-17-90	4,907,636	4,911,454
Long Term Credit Bank - New York	5,000,000	8.38	09-17-90	4,907,636	4,911,454
Bank of Tokyo - Los Angeles	19,650,000	8.36	09-17-90	19,292,134	19,302,015
Fuji Bank - New York	5,000,000	8.37	09-18-90	4,907,750	4,910,333
Bank of Tokyo - New York	6,000,000	8.34	09-28-90	5,848,957	5,878,950
Sumitomo Bank - New York	5,300,000	8.35	09-28-90	5,167,594	5,193,072
Sanwa Bank - New York	20,000,000	8.39	09-28-90	19,585,719	19,596,500
Dai-Ichi Kangyo - New York	5,000,000	8.43	12-13-90	4,812,222	4,815,556
Subtotal Bankers' Acceptances	186,450,000			183,756,012	184,120,169
Commercial Paper:					
Bankers Trust New York Corporation	25,000,000	8.35	07-03-90	24,965,750	24,988,528
American Express Credit Corporation	22,550,000	8.38	07-06-90	22,503,490	22,524,130
Canadian Imperial Holdings	10,000,000	8.30	07-09-90	9,925,567	9,981,644
Prudential Funding Corporation	10,000,000	8.28	07-10-90	9,921,250	9,979,350
Goldman Sachs and Company	5,000,000	8.31	07-16-90	4,953,761	4,982,792
General Motors Acceptance Corporation	25,000,000	8.30	07-16-90	24,808,160	24,913,958
Prudential Funding Corporation	25,000,000	8.34	07-16-90	24,857,986	24,913,958
Ford Motor Credit Corporation	25,000,000	8.33	07-16-90	24,863,750	24,913,959
Associates Corporation of North America	20,000,000	8.35	07-16-90	19,908,889	19,931,167
General Motors Acceptance Corporation	25,000,000	8.35	07-16-90	24,886,111	24,913,958
General Electric Capital Corporation	25,000,000	8.35	07-16-90	24,886,110	24,913,958
Exxon Credit Corporation	25,000,000	8.35	07-16-90	24,886,111	24,913,959
Security Pacific Corporation	15,000,000	8.54	07-31-90	14,613,446	14,896,750
Norfolk Southern Corporation	20,000,000	8.30	08-16-90	19,673,528	19,788,911
Security Pacific Corporation	15,000,000	8.39	08-28-90	14,796,000	14,800,383
BNP U.S. Finance Corporation	10,000,000	8.80	08-31-90	9,705,300	9,861,225
General Electric Capital Corporation	25,000,000	8.33	08-31-90	24,508,055	24,653,063
Bankers Trust New York Corporation	5,000,000	8.70	10-02-90	4,792,217	4,894,858
Citicorp	10,000,000	8.88	10-16-90	9,596,333	9,758,061
Sovran Financial Corporation	5,000,000	8.42	11-16-90	4,817,778	4,844,942
Sovran Financial Corporation	10,000,000	8.43	11-30-90	9,603,217	9,658,422
Subtotal Commercial Paper	357,550,000			353,472,809	355,027,976
Corporate Notes:					
General Motors Acceptance Corporation 9.10%	10,000,000	9.10	04-13-92	10,000,000	10,039,500
Subtotal Corporate Notes	10,000,000			10,000,000	10,039,500
Total General Account Investments (1)	$1,128,460,000			$1,119,888,677	$1,122,071,456

Note:

(1) Reconciliation of cost of investments above to amounts reported on the Combining Statement of Assets and Liabilities - General Commonwealth Account:

Cash and Short-Term Investments	*$ 794,500,466*
Long-Term Investments	*279,161,328*
Subtotal	*1,073,661,794*
Add: Reconciled Overdrafts	*46,226,883*
Total Investments	*$1,119,888,677*

Literary Fund — Schedule of Investments

June 30, 1990

Description of Security	Par Value	Yield at Purchase	Maturity Date	Cost	Market Value
Repurchase Agreements:					
Central Fidelity Bank	$12,670,000	8.26%	07-02-90	$12,670,000	$12,670,000
Subtotal Repurchase Agreements	12,670,000			12,670,000	12,670,000
Bankers' Acceptances:					
Mitsubishi Bank - New York	1,150,000	8.43	07-02-90	1,135,838	1,149,474
Bank of Montreal - New York	2,000,000	8.43	07-06-90	1,973,122	1,997,257
Tokai Bank - New York	2,000,000	8.45	07-11-90	1,981,053	1,994,971
Long Term Credit Bank - New York	1,000,000	8.67	07-27-90	979,516	993,850
Sovran Bank	2,000,000	8.33	07-30-90	1,973,000	1,986,333
Dai-Ichi Kangyo - New York	1,650,000	8.41	09-11-90	1,621,611	1,622,932
Sumitomo Bank - Los Angeles	1,800,000	8.38	10-14-90	1,756,825	1,757,335
Fuji Bank - New York	1,500,000	8.42	11-06-90	1,453,100	1,457,000
Subtotal Bankers' Acceptances	13,100,000			12,874,065	12,959,152
Commercial Paper:					
Canadian Imperial Holdings	1,000,000	8.38	07-23-90	994,292	994,952
General Electric Capital Corporation	1,500,000	8.39	07-26-90	1,490,067	1,491,396
Prudential Funding Corporation	2,000,000	8.40	07-27-90	1,967,400	1,988,069
General Motors Acceptance Corporation	2,000,000	8.29	07-31-90	1,974,429	1,986,233
Exxon Credit Corporation	2,000,000	8.35	08-03-90	1,980,078	1,984,857
Virginia Power Fuel Corporation	1,520,000	8.43	08-24-90	1,499,919	1,501,167
Subtotal Commercial Paper	10,020,000			9,906,185	9,946,674
Total Literary Fund Investments (1)	$35,790,000			$35,450,250	$35,575,826

Note:

(1) Reconciliation of cost of investments above to amounts reported on the Combining Statement of Assets and Liabilities - Literary Fund:

Cash and Short-Term Investments	*$35,686,255*
Less: Cash	*236,005*
Total Investments	*$35,450,250*

Local Government Investment Pool (LGIP) — Schedule of Investments

June 30, 1990

Description of Security	Par Value	Yield at Purchase	Maturity Date	Cost	Market Value
Repurchase Agreements:					
Central Fidelity Bank	$74,730,000	8.26%	07-02-90	$74,730,000	$74,730,000
Subtotal Repurchase Agreements	74,730,000			74,730,000	74,730,000
Certificates of Deposit:					
Crestar Bank	5,000,000	8.42	07-06-90	5,000,000	5,000,000
Virginia Federal Savings Bank	3,000,000	8.34	07-23-90	3,000,000	3,000,000
Subtotal Certificates of Deposit	8,000,000			8,000,000	8,000,000
Bankers' Acceptances:					
Dai-Ichi Kangyo Bank - Los Angeles	1,900,000	8.47	07-02-90	1,876,052	1,899,131
Fuji Bank - Los Angeles	5,000,000	8.36	07-02-90	4,944,535	4,997,714
Sanwa Bank - New York	10,000,000	8.30	07-02-90	9,956,986	9,995,428
Industrial Bank of Japan - Los Angeles	2,500,000	8.33	07-02-90	2,489,775	2,498,857
Tokai Bank - New York	2,250,000	8.35	07-06-90	2,228,580	2,246,914
Royal Bank of Canada - New York	3,500,000	8.32	07-09-90	3,478,580	3,495,199
Tokai Bank - New York	2,450,000	8.38	07-10-90	2,438,798	2,446,639
Sumitomo Bank - New York	5,000,000	8.37	07-11-90	4,936,611	4,993,142
Canadian Imperial Bank - New York	6,500,000	8.62	07-13-90	6,389,811	6,491,084
Bank of Tokyo - New York	5,000,000	8.35	07-20-90	4,967,053	4,977,222
Bank of Tokyo - New York	4,000,000	8.42	07-25-90	3,975,250	3,981,779
Tokai Bank - New York	6,550,000	8.38	07-27-90	6,508,226	6,520,161
Credit Agricole - Chicago	5,000,000	8.27	07-30-90	4,938,431	4,965,833
Dai-Ichi Kangyo Bank - Los Angeles	5,000,000	8.28	07-30-90	4,938,354	4,965,833
Bank of Montreal - New York	5,000,000	8.34	07-30-90	4,930,164	4,965,833
Sumitomo Bank - New York	5,000,000	8.32	07-30-90	4,946,994	4,965,833
Dai-Ichi Kangyo Bank - Los Angeles	5,000,000	8.38	07-31-90	4,961,278	4,964,694
Republic National Bank of New York	2,500,000	8.31	08-01-90	2,471,875	2,482,606
Industrial Bank of Japan - Los Angeles	3,100,000	8.38	08-01-90	3,075,992	3,077,570
Mitsubishi Bank - Chicago	5,000,000	8.36	08-10-90	4,950,133	4,963,822
Bank of America	5,000,000	8.33	08-13-90	4,940,228	4,951,744
Mitsubishi Bank - New York	5,000,000	8.35	08-15-90	4,939,025	4,963,822
Republic National Bank of New York	1,500,000	8.35	08-27-90	1,480,014	1,480,810
Sumitomo Bank - Los Angeles	2,000,000	8.36	10-04-90	1,956,512	1,957,067
Subtotal Bankers' Acceptances	103,750,000			102,719,257	103,248,737
Commercial Paper:					
Norfolk Southern Corporation	5,000,000	8.28	07-02-90	4,961,750	4,998,853
Societe Generale North America Incorporated	8,500,000	8.27	07-02-90	8,446,450	8,498,050
Goldman Sachs and Company	5,000,000	8.32	07-20-90	4,949,250	4,978,203
BNP US Finance Corporation	5,000,000	8.34	07-20-90	4,964,824	4,978,203
Exxon Credit Corporation	5,000,000	8.37	07-25-90	4,966,972	4,972,467
Westinghouse Credit Corporation	5,000,000	8.36	07-26-90	4,956,881	4,971,319
Goldman Sachs and Company	5,000,000	8.39	07-27-90	4,956,722	4,970,172
Security Pacific Corporation	7,000,000	8.35	07-30-90	6,905,208	6,953,423
General Electric Capital Corporation	13,000,000	8.29	07-31-90	12,833,790	12,910,517
General Motors Acceptance Corporation	13,000,000	8.29	07-31-90	12,833,790	12,910,517
Norfolk Southern Corporation	5,000,000	8.36	07-31-90	4,955,746	4,965,582
Cargill Incorporated	10,000,000	8.30	08-03-90	9,889,750	9,924,283
Xerox Corporation	3,000,000	8.39	08-08-90	2,972,667	2,973,843
American Home Products Corporation	10,000,000	8.31	08-13-90	9,845,325	9,901,339
Subtotal Commercial Paper	99,500,000			98,439,125	98,906,771

Local Government Investment Pool (LGIP) — Schedule of Investments (Continued)

June 30, 1990

Description of Security	Par Value	Yield at Purchase	Maturity Date	Cost	Market Value
Discount Notes:					
Federal Home Loan Mortgage Corporation	$ 5,000,000	8.14%	07-12-90	$ 4,985,556	$ 4,987,778
Federal Farm Credit Bank	5,000,000	8.14	07-13-90	4,984,444	4,986,583
Subtotal Discount Notes	10,000,000			9,970,000	9,974,361
Total LGIP Investments (1)	$295,980,000			$293,858,382	$294,859,869

Note:

(1) Reconciliation of cost of investments above to amounts reported on the Combining Statement of Assets and Liabilities - Local Government Investment Pool:

Cash and Short-Term Investments	*$281,717,570*
Add: Insurance Collateral Investments in LGIP	*2,176,135*
Reconciled Overdrafts	*9,964,677*
Total Investments	*$293,858,382*

Application of Unclaimed Property Receipts (1)

June 30, 1962-1990

Year Ending June 30:	Total Receipts (2)	Payment of Claims	Operating Expenses	Tranfers to Literary Fund
1962	$ 1,789,996	$ 25,000	$ 42,084	$ 1,722,912
1963	376,235	25,000	16,275	334,960
1964	152,568	24,860	15,116	112,592
1965	333,302	5,837	17,229	310,236
1966	210,640	10,076	18,615	181,949
1967	214,063	8,761	21,823	183,479
1968	256,229	17,629	24,157	214,443
1969	239,816	11,166	24,639	204,011
1970	272,349	11,937	27,224	233,188
1971	277,534	7,607	25,910	244,017
1972	395,823	12,357	29,844	353,622
1973	448,239	11,092	31,973	405,174
1974	359,818	12,068	34,977	312,773
1975	475,895	14,904	38,652	422,339
1976	585,817	21,225	44,301	520,291
1977	570,897	33,461	48,124	489,312
1978	661,537	23,215	57,100	581,222
1979	850,107	49,530	70,095	730,482
1980	994,890	31,742	73,073	890,075
1981	2,416,872	44,686	133,439	2,238,747
1982	2,145,892	67,087	242,376	1,836,429
1983	3,332,242	388,833	543,409	2,400,000
1984	7,034,141	455,091	579,050	6,000,000
1985	9,864,619	993,622	870,997	8,000,000
1986	12,984,494	2,217,722	1,166,772	9,600,000
1987	16,557,000	1,762,000	1,295,000	13,500,000
1988	13,254,660	2,138,273	1,316,387	9,800,000
1989	19,371,920	3,371,612	1,500,308	14,500,000
1990	18,561,132	5,020,054	1,541,078	12,000,000
Total	$114,988,727	$16,816,447	$9,850,027	$88,322,253

Notes:

(1) Under Unclaimed Property law, the Commonwealth receives abandoned tangible personal property and securities. These are not introduced into the accounting system until converted to cash. As of June 30, 1990, securities with a market value of approximately $7.6 million and unappraised contents of over 2,489 safe deposit boxes were in the Treasurer's custody. The Treasurer is custodian of these items in perpetuity until claimed by the rightful owners or heirs, except that the Treasurer can and does periodically convert these items into cash.

(2) Total receipts do not include a carryover amount to be used for operating expenses and payment of claims in the following fiscal year.

Application of Escheat Receipts

June 30, 1984-1990

Year Ending June 30:	Total Receipts	Expenses (1)	Tranfers to Literary Fund
1984	$ 434,000	$ 239,000	$ 195,000
1985	424,000	339,000	85,000
1986	707,000	333,000	374,000
1987	911,000	211,000	700,000
1988	1,139,000	255,000	884,000
1989	2,176,000	563,000	1,613,000
1990	943,000	832,000	111,000
Total	$6,734,000	$2,772,000	$3,962,000

Note:
(1) Expenses include delinquent taxes paid to localities, refunds to original owners, heirs, or purchasers, and other expenses directly related to the escheat process.

NON-FINANCIAL SECTION

AUTHORITIES STAFFED BY TREASURY
BOARDS SERVED BY THE TREASURER
EXECUTIVE PAGE

Authorities Staffed by Treasury

July 1, 1990

TREASURY BOARD

Eddie N. Moore, Jr., Chairman	Treasurer, Richmond
Dr. Herrington J. Bryce	Gubernatorial Appointee, Williamsburg
Albert J. Dwoskin	Gubernatorial Appointee, Richmond
William H. Forst	Tax Commissioner, Richmond
Palmer P. Garson	Gubernatorial Appointee, Richmond
Edward J. Mazur	Comptroller, Richmond
McLain T. O'Ferrall	Gubernatorial Appointee, Richmond

Standing (l. to r.): McLain T. O'Ferrall, Edward J. Mazur, Albert J. Dwoskin, and William H. Forst
Seated (l. to r.): Dr. Herrington J. Bryce, Eddie N. Moore, Jr., and Palmer P. Garson

STATE COUNCIL ON LOCAL DEBT

Eddie N. Moore, Jr., Chairman	Treasurer, Richmond
Leslie A. Ballard	Gubernatorial Appointee, Richlands
Dr. Huey Jefferson Battle	Gubernatorial Appointee, Ettrick
William H. Forst	Tax Commissioner, Richmond
Walter J. Kucharski	Auditor of Public Accounts, Richmond
Edward J. Mazur	Comptroller, Richmond
Ronald H. Williams	Gubernatorial Appointee, Suffolk

VIRGINIA COLLEGE BUILDING AUTHORITY

Richard W. Mayhew, Chairman	Gubernatorial Appointee, Richmond
Gordon K. Davies	Director of State Council of Higher Education, Richmond
Ruth T. Dickerson	Gubernatorial Appointee, Martinsville
Robert L. Hicks, Sr.	Gubernatorial Appointee, Norfolk
Donald A. Holden	Gubernatorial Appointee, Charlottesville
Eugene W. Johnson	Gubernatorial Appointee, Hampton
Edward J. Mazur	Comptroller, Richmond
Eddie N. Moore, Jr.	Treasurer, Richmond
William J. Strickland	Gubernatorial Appointee, Richmond
Karen F. Washabau	Director of Planning and Budget, Richmond
Marcia R. Woody	Gubernatorial Appointee, Richmond

VIRGINIA PUBLIC BUILDING AUTHORITY

Robert A. Lawson, Jr., Chairman	Gubernatorial Appointee, Virginia Beach
Robert J. Grey, Jr.	Gubernatorial Appointee, Richmond
Omer L. Hirst	Gubernatorial Appointee, McLean
W. Ashton Lewis	Gubernatorial Appointee, Chesapeake
Edward J. Mazur	Comptroller, Richmond
Eddie N. Moore, Jr.	Treasurer, Richmond
Maury L. Strauss	Gubernatorial Appointee, Roanoke

VIRGINIA PUBLIC SCHOOL AUTHORITY

Kenneth S. White, Chairman	Gubernatorial Appointee, Lynchburg
G. Robert Aston, Jr.	Gubernatorial Appointee, Chesapeake
Sylvia L. Clute	Gubernatorial Appointee, Richmond
Glenn R. Mahone	Gubernatorial Appointee, Petersburg
William F. Mason, Jr.	Gubernatorial Appointee, Roanoke
Edward J. Mazur	Comptroller, Richmond
Eddie N. Moore, Jr.	Treasurer, Richmond
Joseph A. Spagnolo, Jr.	Superintendent of Public Instruction, Richmond

Boards Served by the Treasurer

July 1, 1990

By law, the Treasurer is a member of various state councils, boards, and authorities, some of which are empowered to issue tax-exempt bonds.

State Council on Local Debt—Chairman*
The council aids political subdivisions in the planning and marketing of bonds. The council approves refunding of outstanding debt of local governments.

Treasury Board—Chairman*
The board supervises the investment of state funds; advises and supervises the financing of state buildings; controls and manages state sinking funds; administers the Security for Public Deposits Act; issues debt of the Commonwealth; approves the terms and structure, makes recommendations to the Governor, and acts as issuing, sales, and paying agent for bonds of agencies and institutions; approves the terms and structure of bonds of certain authorities; reviews and approves the financial terms of deferred purchase contracts; and obtains financing for personal property of agencies and institutions.

Virginia Agricultural Development Authority—Commissioner
The authority provides financing for farmers and agricultural enterprises which private industry is unable to serve.

Virginia College Building Authority—Treasurer*
The authority provides capital financing to public and private higher educational institutions, finances equipment for the Commonwealth's public universities, and invests funds held by the authority.

Virginia Education Loan Authority—Member
The authority was established to provide students with increased access to post-secondary education through direct lending in the Guaranteed Student Loan Program. In addition, its activities have expanded and now focus on secondary market and loan servicing areas.

Virginia Historic Preservation Foundation—Trustee
The foundation was recently created to manage the Historic Preservation Revolving Fund for the purpose of preserving properties on, or eligible for, the Virginia Landmarks Register.

Virginia Housing Development Authority—Commissioner
The authority issues bonds and notes and uses the proceeds to increase the supply of single and multi-family housing for persons and families of low and moderate income at prices they can afford.

Virginia Outdoors Foundation—Trustee
The foundation undertakes activities whose objectives are to preserve open space in the Commonwealth. It is empowered to accept, hold, and administer gifts and bequests of money, securities, or other property for the purposes of the foundation.

Virginia Port Authority—Commissioner
The authority was established to acquire, construct, maintain, and promote the seaports and terminal facilities within the state. It is authorized to issue bonds for the acquisition and construction of shipping and port facilities.

Virginia Public Building Authority—Treasurer*
The authority was created to acquire, construct, and operate public buildings and facilities for use by the Commonwealth.

Virginia Public School Authority—Secretary/Treasurer*
The authority is authorized to purchase and sell local school bonds, issue bonds to provide funds for the purchase of local school bonds, provide security for payment of bonds, invest any funds held by the authority, and repay the Literary Fund for all assets transferred to the authority from the fund.

Virginia Resources Authority—Member
The authority is authorized to issue bonds and lend the proceeds to local governments to meet water supply, wastewater treatment, drainage, solid waste project, and other needs. The authority also shares responsibility for the management of various revolving loan programs established as additional sources of low interest rate loans for local governments.

Virginia Small Business Financing Authority—Member
The authority was created to assist in the continued growth of small entrepreneurial firms in the Commonwealth. The authority issues tax-exempt industrial development bonds (IDB's) for eligible small businesses, provides working capital loan guarantees, and has a taxable commercial paper program for those small business projects not eligible for tax-exempt IDB financing.

**The Department of the Treasury provides staff services to these authorities.*

Executive Page

July 1, 1990

ADDRESS

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Mailing Address:	P.O. Box 6-H, Richmond, Virginia 23215
Telephone:	(804) 225-2142

ADMINISTRATION

Eddie N. Moore, Jr.	Treasurer
Ronald L. Tillett	Deputy Treasurer
Susan F. Dewey	Internal Audit Director
Karen E. Chaney	Employee Relations Director

DIVISIONS

Adandoned Property:	
Vivian E. Herbert	Director
Ruth C. White	Assistant Director
Vicki D. Bridgeman	Audit Manager
Cash Management and Investments:	
Gregory A. Schnitzler	Director
Margaret H. Layne	Investment Officer
J. Braxton Powell	Cash Administrator
Robert S. Young	Bank Services Manager
Debt Management:	
John F. Wenderski	Director
Laura Wagner-Lockwood	Senior Debt Manager
Operations:	
A. I. Samper	Director
William J. Hopkins	Assistant Director, Administration
Kristin A. Reiter	Assistant Director, Accounting

LEGAL COUNSEL

Barbara M. Rose	Senior Assistant Attorney General